ANNUAL
REPORT
2023-24

TATA CAPITAL

Count on us

TELESCOPIC VIEWS TO ROVER EXPEDITIONS, ASCENDING TO A TECH-DRIVEN TOMORROW



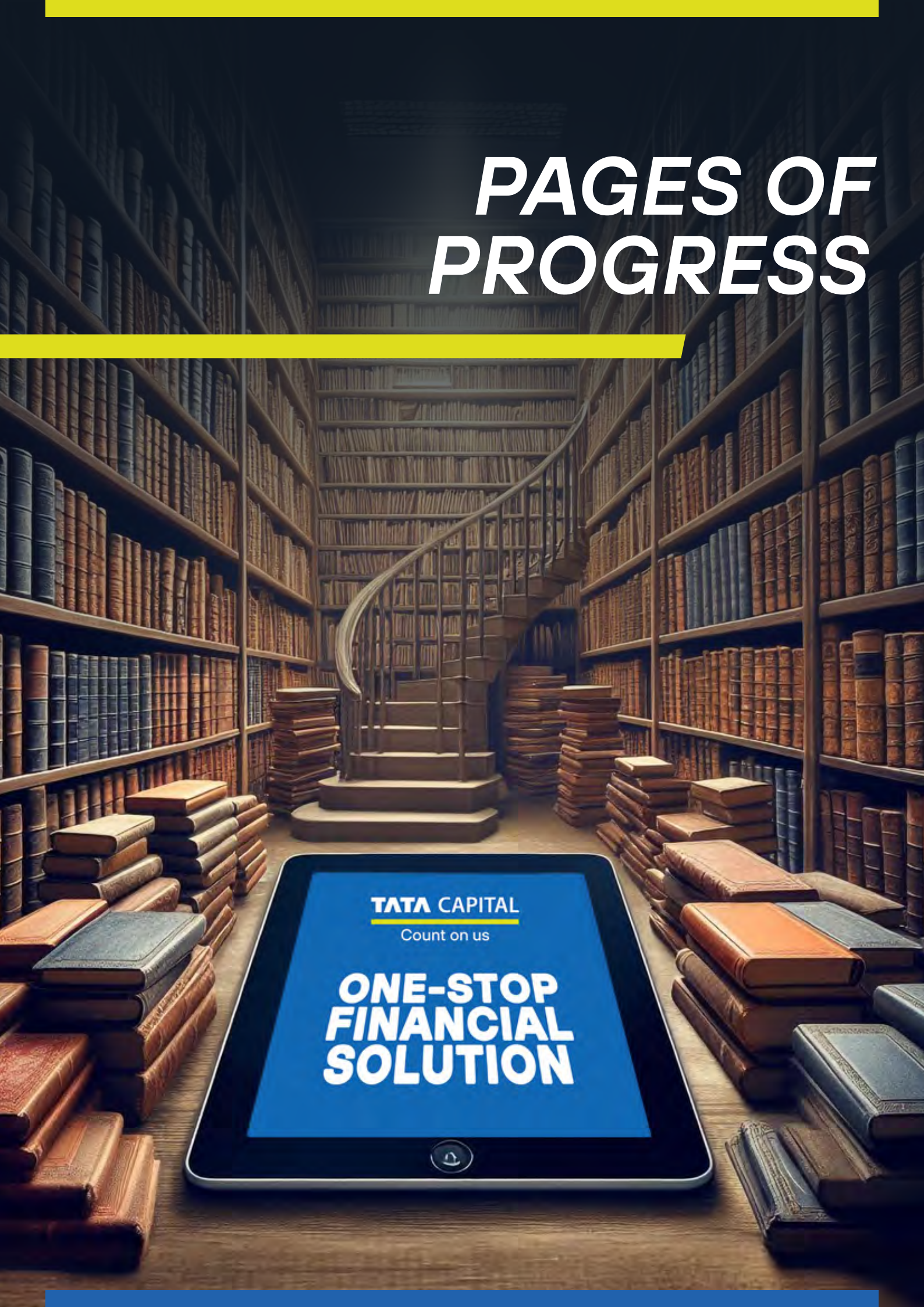
TATA CAPITAL

Count on us

INDEX

About Us	01
Our Purpose and Pillars	03
Corporate Social Responsibility Initiatives	05
Product Portfolio	07
Digital Initiatives	09
New Products Introduced	11
Brand Initiatives	13
Corporate Information	15
Snapshot of Numbers	17
Awards	19
Message from the Chairman	20
Message from the Managing Director & CEO	22
Boards' Report	24
Management Discussion and Analysis	92
Consolidated Financial Statement	
- Independent Auditor's Report	99
- Financials for FY 2023 - 2024	110
Salient Features of Financial Statements of Subsidiaries / Associates / Joint Venture	296
Standalone Financial Statement	
- Independent Auditor's Report	300
- Financials for FY 2023 - 2024	317

PAGES OF PROGRESS



About Us

Tata Capital Limited ("TCL"), a subsidiary of Tata Sons Private Limited, is operating as an NBFC - ICC and is in the process of obtaining the necessary license from the Reserve Bank of India.

A trusted, customer-centric, one-stop financial solutions partner, Tata Capital and its subsidiaries (collectively referred to as "Tata Capital") are engaged in lending and offering a wide array of services / products in the financial services sector.

HANDCRAFTED STONES TO ENGINEERED EFFICIENCY



Our Purpose and Pillars

A responsible financial partner fulfilling India's aspirations.

Lead with Trust

We respect and reinforce the trust that is placed in us. We are lenders the country can rely on.

Better Together

We actively collaborate with group companies, partners, employees, customers, communities; their success is our success.

Future Ready

We innovate and leverage technology to anticipate, serve and shape future needs; setting the path for others to follow.

Faster Forward

We bring speed and simplicity; accelerating the pace at which the future becomes the present.

Capital & More

We serve the customer through the life-cycle of needs. We are facilitators and counsellors in helping customers achieve their dreams.

Delivering Delight

We go above and beyond to care and make people happy. We deliver smiles and delight in everything we do.

FROM OLD WINDS TO NEW HORIZONS



CSR Initiatives

Tata Capital's purpose is to be a "Responsible Financial Partner fulfilling India's Aspirations." Upholding Tata Group values, we respect the social and environmental aspirations of the communities we serve and believe that Corporate Sustainability is essential to business operations. Our goal is to foster a culture of equality, respect, and inclusiveness. At the conceptual level, Tata Capital takes on a stakeholder-participation approach for CSR where the target group(s) are seen as stakeholder(s) in the community whose well-being is integral to the long term success of the company and not merely a charity-oriented approach. We have a clear CSR vision and purpose to guide implementation and achieve impactful results.

Vision	Mission
To establish a collaborative and inclusive approach for social and environmental development initiatives, fostering shared value for the broader community, aligned with the core purpose of the Tata Group	To enhance the well-being of the community, particularly marginalized social and economic groups, by creating a lasting, measurable, and positive influence through projects primarily focused on Climate Action, Healthcare and Education.

Thematic Areas: Climate Action | Healthcare | Education

Key CSR programs of the Company are:

JalAadhar: This integrated watershed management program aims to achieve water security in water-stressed communities by harvesting runoff, enhancing groundwater percolation, promoting efficient agricultural water use, and boosting community income through livelihood activities. Aligned with Sustainable Development Goal 6, it supports various schemes for groundwater recharge, surface water availability and water access. In FY23-24: Reach: over 200,000 individuals in 124 villages across Maharashtra, Rajasthan, and Tamil Nadu | Impact: created 10,500 lakh litres of water harvesting capacity. In addition, till date, the program has impacted 168 villages and over 3.3 lakh individuals and created 19,500+ lakh litres of water holding capacity.

The Green Switch: Inspired by Sustainable Development Goal 7 and the Power for All Scheme, the project provides energy security to unelectrified communities using a solar micro off-grid model. This decentralized, community-owned system supplies 24X7 power to households, streetlights, common areas, and community buildings. In FY23-24: Reach: 1,602 homes and 6,998 individuals in 37 hamlets of Simdega District, Jharkhand | Impact: access to clean electricity through a 377.8 kWp solar off-grid system. Till date, 24X7 clean electricity access has been given for the first time to 4,172 homes in 79 hamlets across 2 states with a total installed solar capacity of 772.74 kWp.

VN (Vanaropan for Neutrality): Aligned with Sustainable Development Goal 15 and India's carbon sink targets, the company is creating urban forests using the Miyawaki forest technique in cities of presence through the VN (वन) program. Piloted in FY22-23 with 9,700 saplings and current survival rate of 95%, the program afforested 6.5 acres with 68,000 native sapling in Thane, Delhi, and Hyderabad in FY23-24, aiming to sequester 1,600+ tons of carbon upon full growth.

Aarogyatara: Under healthcare, alongside Tata Group and Tata Trust to support Cancer Care, the Company aims to eradicate curable blindness in rural Bihar, Tamil Nadu, and Maharashtra. The program screens for refractive errors and arranges eye surgeries and post-surgery care with partner hospitals. In FY23-24: Reach: 4.29 lakh individuals screened | Impact: 30,872 received vision-restoring surgeries. Till date, the program has screened 6.19 lakh individuals and supported 52,054 individuals with vision correction surgeries.

Pankh Scholarships: Instituted in 2013, the Pankh Scholarship program mentors and funds the education of young academic achievers from economically underprivileged, including affirmative action families. Students can apply online or be recommended by the Company's employees, receiving scholarships and mentorship for higher education. In FY23-24, Pankh scholarships were awarded to 9,073 youth. Till date, a total of 13,351 youth were awarded scholarships.

In FY23-24, as an aggregate the Company impacted 6.66 lakh beneficiaries from underserved communities have been positively impacted to lead a dignified life and improved lifestyle.

RESHAPING FINANCIAL LANDSCAPES



Product Portfolio

As a one-stop financial services provider, Tata Capital caters to the diverse financial requirements of its retail, corporate and institutional customers with a comprehensive suite of product and service offerings:

- Personal Loans
- Home Loans
- Business Loans
- Other Consumer Loans
- Cleantech Finance
- Institutional Distribution
- Private Equity
- Loan Against Property
- Wealth Products Distribution
- Commercial and SME Finance
- Leasing Solutions
- Tata Cards

Home Loans are offered by Tata Capital Housing Finance Limited. Institutional Distribution is offered by Tata Securities Limited. Tata Credit Card is issued, operated and established by SBI Cards and Payments Services Private Limited and is marketed by Tata Capital Limited.

All loan products and services are at the sole discretion of the respective entities.

RINGING IN THE FUTURE, DIAL TO DIGITAL



Digital Initiatives

In the dynamic realm of financial services, Tata Capital has been continuously evolving to meet the changing needs of its customers. Through a series of strategic initiatives including technology transformation, service enhancements, and operational efficiencies, Tata Capital has demonstrated its commitment to innovation and excellence in all domains.

- **Customer Engagement: Launch of New Digital Assets**

Tata Capital's digital transformation journey took a significant step with the launch of its new website and mobile application. The user-friendly platforms offer customers several new features, seamless access to a wide range of financial products and services, empowering them with greater convenience, flexibility, and control over their financial journey.

- **SME Lending Revolution: New Loan Origination System**

Catering to the needs of small and medium enterprises (SMEs), Tata Capital introduced a new loan origination system. This platform streamlines the SME lending process across all ticket sizes, enabling faster approvals, simplified processes, personalized solutions, and enhanced support for SMEs seeking financial assistance to fuel their growth and expansion.

- **Customer Excellence:**

Tata Capital has been constantly enhancing its service delivery through a number of new initiatives. During the year, multilingual capabilities were added to all service platforms, self-service kiosks were introduced across branches and a number of new features were added for self-service on mobile and web platforms.
Further, we also upgraded our omnichannel marketing strategy this year by implementing an insights led customer engagement platform to deliver personalized and targeted communication to our customers. With the help of it's advanced analytics and segmentation capabilities, Tata Capital is tailoring its marketing campaigns, product recommendations, and notifications to individual customer preferences.

- **Collaborative Innovation: Partnerships and Co-lending Journeys**

Tata Capital has forged innovative partnerships and co-lending journeys through the integration of Application Programming Interfaces (APIs). These partnerships enable Tata Capital to expand its reach, and offer innovative financial solutions tailored to the evolving needs of customers.

- **Streamlining Operational Efficiency & Debt Servicing**

Smart automation of operations processes has been a key focus area for Tata Capital. By leveraging technologies such as robotic process automation (RPA) and intelligent workflow systems, Tata Capital has enhanced operational efficiency, reduced manual errors, and accelerated time-to-market for its products and services. Tata Capital has also enhanced automation across its debt servicing processes.

- **Harnessing AI: Initiatives around Generative AI**

Embracing the potential of artificial intelligence (AI), Tata Capital has embarked on various initiatives using generative AI. These initiatives span across functions such as customer service, underwriting and marketing. The use of gen AI-driven algorithms has enabled us to improve chat-based service delivery significantly, as well as automated the creation of marketing content.

- **Data-Driven Insights: Use of Data Analytics**

Data analytics plays a pivotal role in Tata Capital's decision-making processes across functions. From credit risk assessment to marketing strategies, Tata Capital harnesses the power of data analytics to gain actionable insights and drive business growth in a competitive landscape. The scope of analytics was notably expanded during the fiscal year, with over 85% of retail loan applications assessed through machine learning based scorecards. Our data science team played a pivotal role in supporting various functions, including Sales, Risk, Collections, Wealth Management and HR to name a few, while also focusing on data democratization and automation of over 200 reports.

Looking ahead, Tata Capital will continue to invest in technology to differentiate itself in the industry. The organisation is also gearing up to take advantage of the transformative powers of AI and gen AI across the lending value chain.

SAILING INTO NEW TIMES



New Products Introduced

Education Loans

Tata Capital has launched Education Loans for students pursuing higher education in India, the USA, Canada, the UK, Australia, New Zealand, Germany, Singapore, and Dubai (UAE). These loans are available for Undergraduate, Postgraduate, Master's programs in Science, technology, engineering & mathematics, Management, and Vocational courses. Students can access collateral-free loans up to INR 75 lakhs and secured loans up to INR 200 lakhs, covering tuition and living costs. Tata Capital provides pre-admission sanction letters to assist in the application process. The loans offer competitive interest rates and flexible repayment options, easing payment during the study period.

PAST ECHOES TO MODERN PINGS



Brand Initiatives

One of the objectives of the organization has been to increase brand awareness as well as brand consideration for the Tata Capital brand. The 'always-on' media strategy with various digital, social media and conventional media campaigns has resulted in a steady increase in brand scores over the last 5 years. This fiscal, the brand sought to take a significant leap forward by implementing a game-changing strategy aimed at humanizing the brand, increasing visibility among young demographics, and expanding awareness in new locations. As a key part of this process, Tata Capital on-boarded a celebrity brand ambassador to support its marketing & communication initiatives.

The well-known cricketer Shubman Gill was brought in as the brand ambassador for Tata Capital. It is believed that he would be an excellent fit for the brand with shared values of dynamism, consistency and dependability, values that Tata Capital also embodies. The leading Brand Campaign for this Financial Year, "Khoobsurat Chinta", captured Shubman's life story where his father took over all his other worries, allowing Shubman to focus on his "Khoobsurat Chinta" ("Beautiful" worry) of becoming a cricketer representing India. Through this campaign, consumers were urged to leave aside their financial worries and focus on their more "beautiful" or interesting worries, as Tata Capital would take care of all financial worries. The brand campaign also featured a series of short product films themed around digital, seamless, and quick loans. This FY, the media presence was also enhanced, with two separate campaigns being aired, both during the cricket world cup as well as during the Tata Women's Premier League (WPL). The campaign timings were picked to increase relevance, given use of the celebrity brand ambassador.

Building on this momentum, Tata Capital captivated audiences during the WPL with on-ground branding and engaging social media campaigns featuring WPL captains. This season saw a 20% increase in WPL viewership, boosting brand awareness. Additionally, through the Tata Capital Fan Box, underprivileged children from the Pankh Scholarship program attended live WPL matches.

Consistent with our media presence strategy, we launched digital product campaigns for Moneyfy, Home Loans, and Personal Loans, aiming to build brand salience and reach relevant audiences, thereby increasing web traffic.

On social media, various campaigns connected meaningfully with audiences and increased customer engagement. Campaigns like 'Suno Sabki Karo Dil Ki' and 'Desh Kaun Chalata Hai' generated relevant conversations and supported the brand during low-key media months, with 'Desh Kaun Chalata Hai' winning a gold at the E4M Digital Impact Awards. The 'Loan No Loan' influencer series educated audiences on loan considerations and financial planning, consistently delivering high engagement in its second year. As a result of all initiatives and campaigns, Tata Capital achieved highest ever brand awareness and higher ever growth in brand consideration scores in this fiscal year.

In FY 2024-25, the organization will continue its efforts to maintain a high brand awareness score and further increase consideration for the brand amongst its consumers. This will involve further leveraging the association with the brand ambassador and creating and executing campaigns across conventional, social and digital media channels.

FROM VISION TO VICTORY, LEADING WITH EXCELLENCE



Corporate Information

TATA CAPITAL LIMITED

Board of Directors
Mr. Saurabh Agrawal – Chairman
Mr. F N Subedar
Ms. Varsha Purandare
Mr. V S Radhakrishnan
Mr. Sujit Varma
Mr. Nagaraj Ijari
Ms. Aarthi Subramanian
Mr. Rajiv Sabharwal –
Managing Director & CEO

Chief Financial Officer
Mr. Rakesh Bhatia

Head - Legal and Compliance & Company Secretary
Ms. Sarita Kamath

Joint Statutory Auditors
KKC & Associates LLP
(formerly Khimji Kunverji & Co LLP)

MSKA & Associates
Chartered Accountants

Registrar & Transfer Agents
Link Intime India Private Limited
(formerly TSR Consultants Private Limited merged with Link Intime India Private Limited)
C-101, Embassy 247
Lal Bahadur Shastri Marg
Vikhroli (West)
Mumbai – 400 083
+91 22 4918 6000

Kfin Technologies Limited
Selenium Tower B, Plot 31-32,
Gachibowli, Financial District,
Nanakramguda, Serilingampally,
Hyderabad - 500 032.
+91 40-6716 2222

TATA CAPITAL HOUSING FINANCE LIMITED

Board of Directors
Mr. Rajiv Sabharwal – Chairman
Mr. Mehernosh B. Kapadia
Ms. Malvika Sinha
Mr. Sujit Varma
Mr. Nagaraj Ijari
Mr. Ankur Verma
Mr. Sarosh Amaria – Managing Director

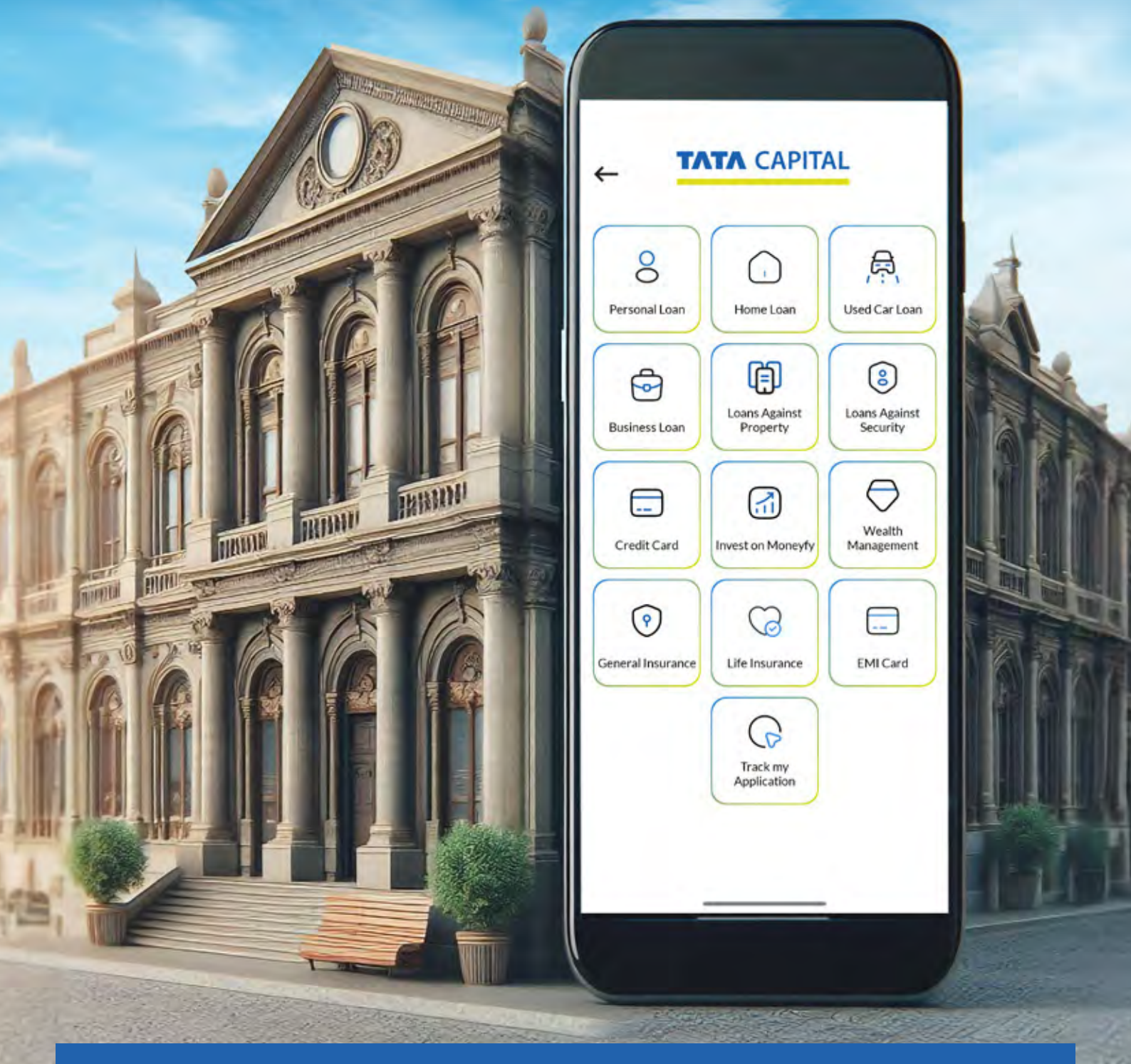
TATA SECURITIES LIMITED

Board of Directors
Mr. Rajiv Sabharwal – Chairman
Mr. Avijit Bhattacharya
Ms. Abonty Banerjee

REGISTERED OFFICE

Tower A, 11th Floor, Peninsula Business Park
Ganpatrao Kadam Marg, Lower Parel
Mumbai – 400 013
Tel: +91 22 6606 9000
Corporate Identity Number:
U65990MH1991PLC060670

HANDSHAKES TO TOUCHSCREENS



Snapshot of Numbers

Book Size **₹1,57,761 crore**	Retail + SME Book **85%+**
Profit After Tax **₹3,150 crore**	**Amongst Top 3** diversified NBFCs in India
Locations **723 branches**	**92%** locations in non - metros
Customers **4.5 million+**	**83%** from non - metros

MILESTONES OF THE YEAR



Awards

International Chambers of Commerce
Green Urja Award for Clean Energy Financing

Business Today – KPMG Best Upper Layer NBFC Awards 2023
Best Innovation in Upper Layer NBFC in India for
digital customer experience and service delivery

India Green Energy Awards
Outstanding Financial Institution for Green Financing

London Global Convention and Golden Peacock Awards Ceremony
Golden Peacock Award for Risk Management

Drivers of Digital Awards 2023
Moneyfy Performance Marketing Campaigns

Digixx Summit and Awards 2024
Moneyfy Performance Marketing Campaigns

CII Digital Transformation Awards 2023
Digital Servicing for Customer Experience Enhancement

CII Digital Transformation Awards 2023
Digital Loan Against Securities

CX Innovation & Technology Summit & Awards 2023
Best Digital Transformation

Banking Frontiers Award 2023 – NBFC's Tomorrow
Best Fraud Control Initiative, Best Risk Management Initiative
and Best Design Thinking Initiative

BFSI Innovation Confex & Awards 2023
Six honours and One award – CFAB Team

Tata Excellence Awards
JRDQV, Significant Adoption of Data Excellence,
and Industry Leader in TBEM 2022 Assessment

Great Place to Work for 2024

Message from the Chairman

Dear Shareholders,

It gives me immense pleasure to share my thoughts with you through this letter at the end of an exciting year at Tata Capital. During FY23-24, we moved further ahead in our journey of fulfilling India's aspirations as we consolidated our position as the 3rd largest diversified NBFC in India, crossed the INR 1 lakh crore yearly disbursals mark, and maintained best-in-class asset quality. We also secured investment grade international rating of BBB- (equivalent to India's sovereign rating) from S&P and Fitch which will help us tap markets globally for raising funds.

We further strengthened our brand presence through continued association with Tata Women's Premier League as well as onboarding of Shubman Gill as our brand ambassador.

Coming to the financial performance, your Company was able to generate commendable results on a consolidated basis during FY23-24. Key highlights include:

- Crossed 1 lakh crore yearly disbursals mark for the first time; up by 40% YoY to INR 1,05,244 crore
- Healthy loan book growth of 35% YoY; INR 1,57,761 crore as of March 2024
- Highest ever profits after tax of INR 3,150 crore; up by 37% YoY (excluding one time items of INR 729 crore in FY23-24)
- Credit cost stood at 0.5% which is amongst the lowest in the industry, signifying our strong asset quality
- RoE remains healthy at 17.6%

While Tata Capital stands successful across all key business metrics, we are continuously working on creating a more sustainable future through our approach towards responsible lending. Through our cleantech arm, we have financed 17GW+ of renewable capacity and helped to avert 27Mn ton+ carbon emissions till date.

We at Tata Capital are also taking multiple initiatives to further the case of financial inclusion in the country:

- Added 1.2Mn+ new customers aided by digitization of processes for faster and easier onboarding
- Opened 285 branches during the year on a net basis, with most of them in the deeper markets of the country
- Continued to serve the underserved through scaling up our microfinance, affordable housing finance and MSME loan offerings



At Tata Group, we emphasize on 3S strategy of simplification, synergy & scale. Accordingly,

this year Tata Capital simplified its corporate structure, leveraged synergies with 75+ group companies and scaled up to cross the INR 1.5 lakh crore Loan book mark.

I firmly believe that financial services will continue to play a crucial role in India's growth story, with our GDP growth expected to significantly outpace the global growth in near future. In terms of credit growth, India's credit penetration is expected to further accelerate over the next 5 years driven by factors such as rising middle class which will drive consumption, expected surge in private capex and Government investments, strong BFSI fundamentals, and the opportunity to capitalize on the demographic dividend.

Moving into the next fiscal year, I personally am excited to see the growth path ahead of us as we keep scaling new heights. The demand for credit remains robust supported by a conducive operating environment and a strong regulatory framework. I also expect the interest rates to moderate over the next few quarters which will further aid in credit growth. Given our investments in people and processes as well as availability of a wide range of products, I firmly believe that Tata Capital remains well positioned for success.

Let's build together a new India.

Yours sincerely,
Saurabh Agrawal
Chairman

Message from the Managing Director & CEO

Dear Shareholders,

First and foremost, let me extend my congratulations to everyone who is associated with Tata Capital, for concluding FY23-24 with an excellent set of results. Last year remained challenging on multiple counts – be it the prolonged inflation, the geopolitical risks, weakened global demand, or the rapidly changing regulatory environment. Amidst all these, Tata Capital grew stronger and continued to deliver a strong operating performance.

During FY23-24, we crossed the coveted INR 1 lakh crore mark with respect to our annual disbursals and the INR 1.5 lakh crore mark with respect to our loan book. Our book growth of 35% YoY also places us among fastest growing diversified NBFCs. We also secured investment grade international rating of BBB- (equivalent to India's sovereign rating) from S&P Global and Fitch Ratings which will help us further diversify our borrowings.

In FY23-24, Tata Capital continued to expand its product offerings, digital capabilities, and pan-India branch presence in its endeavour to be the "lender of choice" across customer segments. And, it gives me great joy to say that all these efforts are reflected in consistent book growth, enhanced profitability and best-in-class asset quality.

Sharing some key highlights of our consolidated performance during FY23-24:

- Disbursals grew by 40% YoY to INR 1,05,244 crore
- Share of Retail & MSME stood at 85%+ of the loan book; as we grow, we aim to retain our book's granularity and diversification while focusing on maintaining the share of Retail & SME portfolio at this level
- Despite the high cost of funds, our margins continued to remain robust
- Credit cost stood at 0.5%, down by 10 bps YoY, which is amongst the lowest in the industry
- Continued to maintain strong asset quality, which remains the best amongst peers. As of year-end, the gross NPA & net NPA stood at 1.5% & 0.4%, respectively
- Achieved highest-ever PAT of INR 3,150 crore; excluding one-time items reported in FY22-23, PAT grew by 37% YoY in FY23-24
- Healthy RoE and RoA of 17.6% and 2.4%, respectively



In March 2023, the respective Boards of Tata Capital Limited ('TCL'), Tata Capital Financial Services Limited ('TCFSL') and Tata Capital Cleantech Limited ('TCCL') had approved the Scheme of Arrangement ('Scheme') to amalgamate TCFSL and TCCL with TCL. In this regard, I would like to inform you that effective 1st January 2024 ("Effective Date"), TCFSL and TCCL stand amalgamated / merged with TCL pursuant to the approval of the National Company Law Tribunal ("NCLT") and other regulators. With this merger, TCL now stands on a wider and stronger capital and asset base, having greater capacity for conducting its operations more efficiently and competitively.

Now, coming to the key drivers that have been instrumental in achieving this performance:

Expansion of our offerings

During the year, we continued to expand our product offerings by venturing into education loans. Education

has always played a key role in the growth of any economy and as India moves on its path to becoming the third largest economy in the world, the emphasis on higher education is only expected to grow. Going forward, Tata Capital believes that there is a significant opportunity in this sector.

In FY23-24, we also ramped up our other recent launches such as microfinance loans and factoring. Additionally, during the year, we launched several specialised products to cater to the unique needs of our customers such as low-ticket Loan Against Property, secured and micro business loans, rural individual loans, micro housing offerings, instant Commercial Vehicle loan, and tier II channel financing.

Focus on deeper markets

In line with our aspirations to be a part of the India growth story, we have accelerated our branch expansion during the year – on an average opening over 5 branches per week. As of March 2024, our total number of branches stood at 723, up from 438 as of March 2023, with 92% of these located in non-metros. This scale-up, along with our continued investments in digital, have helped us increase our customer franchise – up from 3.3 million customers as of March 2023 to 4.5 million as of March 2024.

Focus on margins

With the system liquidity coming down from its pandemic-led highs and the interest rates remaining elevated across the globe, several lenders felt the pressure on their margins during the year. Your Company, by way of its prudent liability strategy and focusing on its high-yield product offerings, managed to maintain its margins. Our focus is to continue growing our high-margin, sustainable business lines at an industry-leading pace to improve profitability and shareholder returns.

Maintaining best-in-class asset quality

We at Tata Capital are cognizant that it is not only important to grow, but even more important to grow responsibly. Thus, over the last few years, we have taken significant steps towards enhancing our analytics-led underwriting capabilities, inculcating a strong risk culture, and strengthening our collections backbone. I am happy to convey that this is well-reflected in the Company's asset quality – GNPA at 1.5%, NNPA at 0.4% as of March 2024 – that continues to remain among the best-in-class.

Being Future-ready

The use of technology is at the core of Tata Capital's business — and, we believe, potentially the only way to differentiate and outpace competition. Over the past few years, we have made concerted efforts to leverage digital as a business catalyst, an experience driver, and an efficiency enabler. We have achieved end-to-end digitalisation of most of our customer journeys, helping us provide a seamless customer experience and increase the share of direct-to-customer business. Currently, 97% of our customers are onboarded through digital platforms, over 81% of customer service interactions take place digitally and 92% of collections happen digitally. I am proud to say that we are a digital-first, data-driven organisation, and we will continue to invest and create industry-leading digital platforms and products.

Strengthening the Brand – 'Tata Capital'

In FY23-24, your Company was elated to onboard Shubman Gill, one of the leading batsmen in the Indian International cricket team, as our Brand ambassador. Through our leading brand campaign, '#KhoobsuratChinta' we showcased to our customers that, with Tata Capital as their lending partner, they could leave aside their financial worries and only focus on their 'beautiful worries' such as becoming proud homeowners, buying their first bike, and planning their child's wedding among others.

We also continued our proud partnership with Women's Premier League, which completed a successful second edition in February - March 2024. Through the year, we continued to engage with our more digital-friendly, younger customers in our endeavour to become their trusted partner as they move along various stages of their lives.

'Better together'

As I come to the end of my note, I would like to reiterate one of our key purpose pillars – 'Better Together'. I firmly resonate with Mr. Jamsetji Tata's words – "In a free enterprise, the community is not just another stakeholder in business, but is in fact the very purpose of its existence". It is, thus, our continuous endeavour to bring delight to our customers, collaborate with our partners, nurture our employees, and positively impact lives of the communities we work with.

It is a testament to each of their contributions that Tata Capital has now become one of the largest, diversified NBFCs in the country and living its purpose every day, and for this, I heartily thank them.

Further, I want to commend each and every one of my colleagues who have been with us in this journey. Finally, I would like to extend my gratitude towards our valued Board for their constant support and to our shareholders for continuing to place their trust in us.

Yours sincerely,
Rajiv Sabharwal
Managing Director & CEO

BOARD'S REPORT

To the Members,

The Board has pleasure in presenting the 33rd Annual Report and the Audited Financial Statements for the Financial Year ("FY") ended March 31, 2024.

1. BACKGROUND

Tata Capital Limited ("Company" or "TCL"), the flagship financial services company of the Tata Group, is a subsidiary of Tata Sons Private Limited. TCL was registered with Reserve Bank of India ("RBI") as a Systemically Important Core Investment Company ("CIC") and was primarily a holding company, holding investments in its subsidiaries and other group companies and carried out only such activities, including management of private equity funds, as were permitted under the Directions issued by RBI for CICs.

The Board of Directors of the Company at its meeting held on March 28, 2023, had approved a Scheme of Arrangement for the merger of Tata Capital Financial Services Limited ("TCFSL"), a wholly owned subsidiary of the Company and Tata Cleantech Capital Limited ("TCCL"), a subsidiary of the Company with ("the Scheme"), under Sections 230 to 232 read with Section 66 and other applicable provisions of the Companies Act, 2013 ("the Act") and the Rules made thereunder. The Scheme was approved by the shareholders (Equity and Preference) of the Company at the National Company Law Tribunal ("NCLT") convened meetings of the shareholders of the Company held on September 15, 2023. The Hon'ble NCLT vide its Order dated November 24, 2023 sanctioned the Scheme. Upon receipt of all requisite approvals, TCFSL, TCCL and the Company filed the relevant Forms with the Registrar of Companies on January 1, 2024. Accordingly, the Scheme became effective on January 1, 2024 ("Effective Date") and TCFSL & TCCL have been merged with the Company from the Effective Date. As per the Scheme, the Appointed Date was April 1, 2023.

In view of the Scheme becoming effective and as per its terms:

(1) TCL is carrying on all the business activities undertaken by TCFSL and TCCL as an NBFC. From the Appointed Date to the Effective Date, the said businesses were carried on by TCFSL and TCCL for and on behalf of and in trust for TCL.

(2) All the shares of TCFSL and TCCL held by TCL stood cancelled without any further application, act or deed.

(3) 7,16,48,559 Equity Shares of TCL were allotted to International Finance Corporation, being the shareholder of TCCL as on Record date i.e. January 1, 2024 in accordance with the share exchange ratio based on the valuation carried out by the independent valuers.

(4) The holders of Non-Convertible Debentures ("NCDs") of TCFSL and TCCL became holders of NCDs of TCL on the same terms and conditions (including same rights, interests and benefits).

Consequent to the Scheme becoming effective, TCL has ceased to be a CIC and has made an application to RBI for conversion of TCL from NBFC - CIC into NBFC - Investment and Credit Company (NBFC - ICC) and the Certificate of Registration for the same is awaited. As per the No Objection Certificate received from RBI for the Scheme, TCL is operating as an NBFC - ICC and is *inter alia* carrying on the business of lending, leasing, factoring, hire purchase and financing.

2. FINANCIAL RESULTS

(Rs. in crore)

Particulars	Consolidated		Standalone	
	FY 2023-24	FY 2022-23	FY 2023-24	FY 2022-23
Gross Income	18,198.38	13,637.49	13,309.11	10,173.97
Less: Finance Costs	9,568.23	6,600.64	6,645.67	4,557.38
Net Interest Margin and Other Revenue	**8,630.15**	**7,036.85**	**6,663.44**	**5,616.59**
Impairment on Financial Instruments / Investments	602.35	581.94	748.45	552.01
Employee Benefits Expense	1,850.09	1,294.18	1,385.37	969.21
Depreciation, Amortisation and Impairment	287.50	226.02	243.67	197.93
Other Expenses	1,486.61	1,144.85	1,077.32	848.13
Profit Before Tax	**4,403.60**	**3,789.86**	**3,208.63**	**3,049.31**
Less: Provision for Tax	1,065.07	990.79	716.18	728.21
Profit After Tax	**3,338.53**	**2,799.07**	**2,492.45**	**2,321.10**
Add: Share of Net Profit of Associates using the equity method	(11.57)	146.70	-	-
Less: Non - controlling interest	176.75	(83.43)	-	-
Profit After Tax attributable to owners of the Company	**3,150.21**	**3,029.20**	**2,492.45**	**2,321.10**
Other comprehensive Income attributable to owners of the Company	948.10	1,744.49	265.29	1,849.10
Total comprehensive Income attributable to owners of the Company	**4,098.31**	**4,773.69**	**2,757.74**	**4,170.20**
Amount brought forward from previous year	7,818.50	3,770.47	5,720.24	2,092.26
Amount available for appropriation	11,916.81	8,544.16	8,477.99	6,262.45
Less Appropriations:				
Special Reserve Account	(719.46)	(650.13)	(510.39)	(485.95)
Interim Dividend on Equity Shares	(73.66)	(55.42)	(74.76)	(56.26)
Others	24.50	(20.11)	-	-
Surplus carried to Balance Sheet	**11,148.19**	**7,818.50**	**7,892.84**	**5,720.24**

Consolidated Results:

Tata Capital's consolidated book size increased to Rs. 1,57,760.55 crore as at March 31, 2024 from Rs.1,16,788.72 crore as at March 31, 2023.

During FY 2023-24, Tata Capital recorded consolidated Total Income of Rs. 18,198.38 crore as against Rs. 13,637.49 crore in FY 2022-23, an increase of about 33.44%. The Total Income comprised Income from financing activities of Rs. 17,100.53 crore (FY 2022-23: Rs. 12,329.21 crore), Investment Income of Rs. 1,395.16 crore (FY 2022-23: Rs. 1,426.04 crore) and Other Income of Rs. 447.62 crore (FY 2022-23: Rs. 404.38 crore).

The consolidated interest expense for the year was Rs. 9,568.23 crore (FY 2022-23: Rs. 6,600.64 crore), an increase of 44.96% which was primarily on account of higher cost of funds.

The Consolidated Net Interest Margin and Other Income for the year was Rs. 8,630.15 crore (FY 2022-23: Rs. 7,036.85 crore), an increase of 22.64% which was primarily on account of increase in book and higher other income.

Impairment on Investments and Financial Instruments increased to Rs. 602.35 crore in FY 2023-24 compared to Rs. 581.94 crore in FY 2022-23. The consolidated Gross Non-Performing Assets ("GNPA") showed decrease from 1.71% in FY 2022-23 to 1.47% in FY 2023-24. The Net Non-Performing Assets ("NNPA") also decreased from 0.40% in FY 2022-23 to 0.38% in FY 2023-24. Provision Coverage Ratio ("PCR") stood at 74.12% (FY 2022-23: 77.08%)

The Operating Expenses (including Employee costs, Depreciation and other expenses) increased by 36% as compared to FY 2022-23.

During the year, Tata Capital's Profit After Tax attributable to owners of the Company on a consolidated basis increased by about 4%, to Rs. 3,150.21 crore (FY 2022-23: Rs. 3,029.20 crore).

The consolidated Return on Assets ("RoA") for FY 2023-24 was 2.40 % (FY 2022-23 : 2.30%) while the Return on Equity ("RoE") was 17.60% (FY 2022-23 : 17.30%). The PAT considered for ROA and ROE for FY 2022-23 excludes one-time gain of INR 729 crore on account of share of profit in associate & sale of investment.

Standalone Results:

During FY 2023-24, TCL recorded Gross Income of Rs. 13,309.11 crore (FY 2022-23: Rs. 10,173.97 crore) Profit after Tax during the year was Rs. 2,492.45 crore (FY 2022-23: Rs. 2,321.10 crore).

3. SHARE CAPITAL

Pursuant to the Scheme, the Authorised Share Capital of the Company increased from Rs. 80,00,00,00,000 (Rupees Eight Thousand crore) to Rs. 140,00,00,00,000 (Rupees Fourteen Thousand crore) divided into 7,75,00,00,000 (Seven Hundred and Seventy-Five crore) Equity Shares of Rs. 10/- (Rupees Ten) each, 3,25,00,000 (Three crore Twenty-five lakh) Preference Shares of Rs.1,000/- (Rupees One Thousand) each and 3,00,00,00,000 (Three Hundred crore) Preference Shares of Rs.10/- (Rupees Ten) each. The paid-up Equity Share Capital of the Company was Rs. 37,46,40,71,480 as on March 31, 2024.

During the year under review, the Company has issued and allotted 6,13,81,377 Equity Shares on "Right Basis" on September 29, 2023 at a price of Rs. 162.90 per share, including a premium of Rs. 152.90 per share and 5,32,57,371 Equity Shares on "Right Basis" on December 29, 2023 at a price of Rs. 188.40 per share, including a premium of Rs. 178.40 per share. Further, pursuant to the Scheme, the Company has allotted 7,16,48,559 fully paid equity shares of face value Rs. 10 each to International Finance Corporation, being the shareholder of erstwhile TCCL as on Record Date i.e. January 1, 2024, in accordance with the share exchange ratio based on valuation carried out by independent valuers.

During FY 2023-24, Cumulative Redeemable Preference Shares ("CRPS") aggregating to Rs. 274.34 crore were redeemed at par. Out of these, CRPS having nominal value of Rs. 127.60 crore were redeemed due to maturity and Rs. 146.74 crore were redeemed consequent to the Put Option exercised by the CRPS holders. The paid-up Preference Share Capital as on March 31, 2024 was Rs. 795.39 crore. The details of CRPS redeemed are available at Page No. 379 of the Annual Report.

As per Indian Accounting Standards ("Ind AS"), CRPS have been classified and reported under borrowings (other than debt securities) in the Standalone Financial Statements.

4. DIVIDEND

The Board of Directors of the Company on March 24, 2024 declared Interim Dividend on the CRPS for the following tranches for the period April 1, 2023 to March 31, 2024, as under:

Tranche(s)*	No. of CRPS	Dividend Rate (%) p.a.	Dividend Amount including TDS (In Rs.)
U, V, W, AF, AG, AH, AI, AJ, AK, AL, AM and AN	42,18,100	7.50	31,63,57,500
X and Y	14,09,500	7.33	10,33,16,350
Z	6,45,500	7.15	4,61,53,250
AA, AB, AC and AD	13,16,250	7.10	9,34,53,750
AE	3,64,500	7.75	2,82,48,750
		Total	**58,75,29,600**

**Outstanding CRPS*

Since the Company has paid Dividend to the CRPS holders for the period April 1, 2023 to March 31, 2024, by way of an Interim Dividend, the Directors do not recommend any final dividend on the CRPS.

Further, consequent upon the exercise of Put Option by the Shareholders and owing to maturity, CRPS of the nominal value aggregating Rs. 274.34 crore were redeemed during the year and accordingly, Interim Dividend aggregating Rs. 15,58,74,570 (including TDS) was paid on these CRPS for the period from April 1, 2023 up to the date of redemption. The details of Interim Dividend paid on redemption are as under:

Tranche(s)	Dividend Rate (%)	No. of CRPS	Redemption Date	Dividend Amount including TDS (In Rs.)
AE	7.75	35,500	May 15, 2023	3,39,025
AF and AG	7.50	4,68,000	September 14, 2023	1,60,14,960
AH, AI and AJ	7.50	5,65,800	October 31, 2023	2,48,10,330
AK and AL	7.50	2,70,600	January 10, 2024	1,58,03,040
AN	7.50	1,27,500	March 08, 2024	89,61,975
T	7.50	12,76,000	March 09, 2024	8,99,45,240

The Directors of your Company recommend a final dividend of Re. 0.21 per Equity Share of Rs. 10 each for FY 2023-24, subject to the approval of the Members.

5. REVIEW OF OPERATIONS OF THE COMPANY

TCL offers a wide range of products broadly categorised under three customer segments viz. Retail, SME and Corporate. The products offerings under each of these customer segments are :

Retail : Home Loan, Affordable Home Loan, Loan Against Property, Personal Loan, Business Loan, Two - wheeler Loan, Used Car Loan, Micro Finance Loan, Education Loan, Loan Against Securities, Equipment Finance, Leasing, Construction Equipment Loan, Commercial Vehicle Loan, Loan to Auto Dealers.

SME : Channel Finance, Invoice Discounting, Factoring, Term Loans and Working Capital Loans.

Corporate : Corporate Loans, Cleantech Finance, Construction Finance and Working Capital Loans.

All the verticals are supported by the respective product teams, which help these verticals in extending the right product mix to the customer. Further, a Syndication and Structured Finance team supports

the SME and Corporate business verticals, with special focus on debt syndications, down selling and structured transactions.

As on March 31, 2024, TCL's closing portfolio has grown by 35% and stood at Rs. 1,57,761 crore (March 31, 2023: Rs. 1,16,789 crore). Retail and SME segments contribute to 87% of the total portfolio size as on March 31, 2024, recording a growth of 38% from March 31, 2023. As on March 31, 2024, Retail portfolio stood at Rs. 1,00,051 crore (March 31, 2023: Rs. 72,758 crore). SME portfolio stood at Rs. 37,293 crore (March 31, 2023: Rs. 26,903 crore) and Corporate portfolio stood at Rs. 20,416 crore (March 31, 2023: Rs. 17,129 crore).

During FY 2023-24, TCL disbursed funds aggregating Rs. 1,05,244 crore (FY 2022-23: Rs. 74,996 crore) (excluding ultra-short-term products) through its diverse customer centric product offerings.

Additionally, TCL offers insurance and credit card distribution, wealth advisory and private equity services.

As at March 31, 2024, the Assets Under Management of the Wealth Management business was Rs. 5,020 crore compared to Rs. 4,286 crore as at March 31, 2023.

Tata Cards, a white label credit card in partnership with SBI Cards and Payments Services Limited, has nearly 2.8 lakh cards in force as at March 31, 2024.

6. OVERVIEW OF SUBSIDIARIES AND ASSOCIATES

6.1 Structure of Business Operations at Tata Capital

Post merger, the Company is carrying on all the business activities undertaken by TCFSL and TCCL as an NBFC.

The financial services sector in India, as also globally, is highly regulated. TCL and its subsidiaries are subject to regulations by authorities such as the RBI, the Securities and Exchange Board of India ("SEBI"), the National Housing Bank ("NHB"), the Monetary Authority of Singapore ("MAS"), the Financial Conduct Authority, the Association of Mutual Funds of India ("AMFI") and the Insurance Regulatory and Development Authority of India ("IRDA").

A detailed discussion on the TCL's subsidiaries and Private Equity Funds is set out in the below paras.

6.2 Review of Subsidiaries and Associates

6.2.1 Subsidiaries:

As on March 31, 2024, the Company had the following subsidiaries, brief details of whose performance are given below:

i) Tata Capital Housing Finance Limited ("TCHFL")

Tata Capital Housing Finance Limited ("TCHFL"), is a wholly-owned subsidiary of Tata Capital Limited ("TCL") and is registered as a Housing Finance Company with the National Housing Bank ("NHB") to carry on housing finance activities. TCHFL primarily offers Home Loans, Loans Against Property and Loans to Developers for constructing Residential and Commercial premises. TCHFL has been classified as a Middle Layer Non-Banking Financial Company ("NBFC-ML") by the Reserve Bank of India ("RBI"), as per Scale Based Regulations issued by RBI.

TCHFL's loan portfolio stood at Rs. 51,402 crore as on March 31, 2024 (Rs. 36,917 crore as on March 31, 2023). TCHFL's Profit Before Tax was Rs. 1,539 crore (FY 2022-23: Rs. 1,101 crore) and the Profit After Tax for the year increased by 40% to Rs. 1,148 crore (FY 2022-23 : Rs. 821 crore).

TCHFL's Gross Income increased to Rs. 5,189 crore in FY 2023-24 from Rs. 3,818 crore in FY 2022-23, representing an increase of 36%. Interest expenses increased by 43% to Rs. 2,935 crore in FY 2023-24 from Rs. 2,052 crore in FY 2022-23.

In FY 2023-24, the Gross and Net NPA stood at 0.9% and 0.4% as compared to 1.6% and 0.6% in FY 2022-23 , respectively.

ii) Tata Securities Limited ("Tata Securities")

Tata Securities is a wholly - owned subsidiary of the Company, currently engaged in the business of distribution of Mutual Fund units in the capacity of an AMFI registered distributor. Tata Securities has been empaneled with several Asset Management Companies operating in India. Tata Securities is a member of BSE Limited registered in the cash segment and of the National Stock Exchange of India Limited ("NSE") registered in the capital market, futures and options and currency derivatives segments. Tata Securities is a Depository Participant of Central Depository Services (India) Limited and of National Securities Depository Limited and is also registered with SEBI as a Research Analyst. Tata Securities is also registered with Pension Fund Regulatory and Development Authority ("PFRDA") to act as a POP (Point of Presence) for distribution and servicing of physical as well as online National Pension System ("NPS") accounts.

Tata Securities ventured into digital Wealth Business in March 2020 through the launch of Moneyfy application to distribute mutual funds and other financial and investment products to cater the millennial tech savvy population of India.

During the year under review, Tata Securities reported a Gross Income of Rs. 10 crore (FY 2022-23: Rs. 4.69 crore) and Loss of Rs. 13.82 crore (Loss for FY 2022-23: Rs. 15.21 crore).

iii) Tata Capital Pte. Ltd. ("TCPL"), Singapore and its subsidiaries, viz. Tata Capital Advisors Pte. Ltd. ("TCAPL"), Singapore and Tata Capital Plc. ("TCPLC"), UK

TCPL, a wholly - owned subsidiary of TCL, carries out the business of proprietary investments and fund management, either on its own or through its subsidiaries.

TCAPL, a wholly - owned subsidiary of TCPL, holds a Capital Markets Services ("CMS") license under the Securities and Futures Act of Singapore, issued by the MAS for conducting regulated fund management activities. TCAPL acts as an Investment Manager to the offshore Private Equity Funds set up by TCPL.

TCPLC, a wholly owned subsidiary of TCPL had been, carrying on the regulated activity of providing advisory and fund - raising services. TCPLC also supported Tata Asset Management Limited since April 2019 for their foray into the UK and Europe which ceased in July 2021 following which TCPLC surrendered its Financial Conduct Authority ("the FCA") Part 4A Permissions. During FY 2022-23, TCPLC entered Members Voluntary liquidation as a solvent entity and was placed into formal liquidation on March 28, 2023.

During the year under review, TCPL recorded a consolidated Gross Income of US$ 16 million i.e. Rs. 136 crore (FY 2022-23: US$ 11 million i.e. Rs. 85 crore). For

FY 2023-24, Profit Before Tax was at US$ 3 million i.e. Rs. 29 crore (FY 2022-23: US$ 3 million i.e. Rs. 21 crore) and Profit After Tax was at US$ 4 million i.e. Rs. 33 crore (FY 2022-23: US$ 3 million i.e. Rs. 21 crore) [US$ amount translated at Rs. 82.7783, the annual average exchange rate for FY 2023-24].

iv) Other Subsidiaries

In addition to the above subsidiaries, the following entities are also treated as subsidiaries of the Company, as per the applicable Accounting Standards:

i. Tata Capital General Partners Limited Liability Partnership, a partnership formed in Singapore to act as a General Partner and manage the Tata Capital Growth Fund Limited Partnership.

ii. Tata Capital Healthcare General Partners Limited Liability Partnership, a partnership formed in Singapore to act as a General Partner and manage the Tata Capital HBM Healthcare Fund I Limited Partnership.

iii. Tata Opportunities General Partners Limited Liability Partnership, a partnership formed in Singapore to act as a General Partner and manage the Tata Opportunities Fund Limited Partnership.

iv. Tata Capital Growth II General Partners Limited Liability Partnership, a partnership formed in Singapore to act as a General Partner and manage the Tata Capital Growth Fund II Limited Partnership.

v. Tata Capital Healthcare II General Partners Limited Liability Partnership, a partnership formed in Singapore to act as a General Partner and manage the Tata Capital Healthcare II (Feeder) Limited Partnership.

6.2.2 Associates / Subsidiaries:

As at March 31, 2024, the Company had, as per its Consolidated Financial Statements, total investments of Rs. 830.78 crore (FY 2022-23: Rs. 595.07 crore) in associate companies.

A separate statement, containing the salient features of the Financial Statements of the subsidiaries and associates of the Company, in accordance with the provisions of the Companies Act, 2013 and the applicable Accounting Standards, in the prescribed Form No. AOC-1, is included in the Annual Report at Page Nos. 296 and 298.

6.3 Private Equity

6.3.1 Domestic Funds

The Company has set up six Private Equity Funds in India, viz. Tata Capital Growth Fund I, Tata Capital Growth Fund II, Tata Capital Healthcare Fund I, Tata Capital Healthcare Fund II, Tata Capital Innovations Fund and Tata Capital Special Situations Fund - Trust (collectively referred to as “Funds”). These Funds have been registered with SEBI as Venture Capital Funds / Alternative Investment Funds. The Company has sponsored these Funds and acts as their Investment Manager. The aggregate Assets Under Management of these Funds is Rs. 2,856 crore, as at March 31, 2024.

The performance of the above Funds is reviewed below:

i) Tata Capital Growth Fund I ("TCGF I"), Tata Capital Growth Fund II ("TCGF II") and Tata Capital Growth Fund III ("TCGF III")

TCGF I was set up with a mandate to make private equity growth capital investments in companies that have a significant portion of their operations in India. TCGF I's investment focus themes are Urbanisation, Discrete Manufacturing and Strategic Services. The Fund typically targets stakes in portfolio companies with Board representation and other significant shareholder rights. TCGF I has provided growth capital funding to industry leading companies, with an average deal size of approximately Rs. 40 crore. TCGF I declared its final close in February 2011, with commitments of Rs. 339 crore, of which, Rs. 253 crore was invested in six portfolio companies. TCGF I's commitment period ended on November 09, 2015. The term of the Fund was extended to September 30, 2024 with approval of TCGF I's Investor Advisory Board and requisite majority of Contributors.

During the year, Tata Technologies Limited ("TTL") listed it's shares on the stock exchanges by way of an Offer for Sale ("OFS"). TCGF I offered 4,858,425 equity shares at the Initial Public Offering ("IPO") at a price of Rs. 500 per share realizing net proceeds of approximately Rs. 231 crore. Post the IPO, TCGF I has periodically sold all its remaining shares on the exchanges. With this exit, TCGF I has divested all its portfolio holdings.

As at March 31, 2024, the TVPI multiple (Total Value, including Distributions, to Paid in Capital), after providing for estimated manager incentive is 5.38 times.

TCGF II is the successor fund to TCGF I. TCGF II declared its final close on January 15, 2021 and has commitments of Rs. 1,204 crore (includes commitments of US$ 118 million). The Company has committed Rs. 362.9 crore as Sponsor commitment to TCGF II. TCGF II has drawn down 73% of its commitments of which Rs. 806 crore was invested in 6 portfolio companies. During the year, TCGF II made its sixth investment in Auxilo Finserve Private Limited in two tranches totaling Rs. 215 crore. During the year, TCGF II achieved full exit from its investment in Star Health & Allied Insurance Company Limited by divesting its remaining holding for Rs. 195 crore. TCGF II also divested its part stake in Cello World Limited realizing Rs. 112 crore.

During the year, the Company approved the launch TCGF III, successor fund to TCGF II with a target size of US$ 300 million. The Company's commitment to TCGF III is 10% of TCGF III's fund size capped at Rs. 335 crore.

ii) Tata Capital Healthcare Fund I ("TCHF I") and Tata Capital Healthcare Fund II ("TCHF II")

TCHF I was set up to target long - term capital appreciation through private equity growth - capital investments in healthcare companies involved in pharmaceutical, contract research / manufacturing, hospital services, medical devices, diagnostic and other healthcare segments. TCHF I's investment strategy is predicated on high growth consumption and competency themes within the Indian healthcare sector, driven by increasing per capita disposable income, rising urbanisation, growing health awareness, increasing chronic and life - style oriented disease pattern and growth in domestic healthcare infrastructure. The Fund typically targets stakes in portfolio companies with Board representation and other significant shareholder rights. TCHF I has provided growth capital funding to companies with an average deal size of approximately Rs. 35 crore. TCHF I declared its final close in April 2012, with commitments of Rs. 319 crore, of which, Rs. 245 crore was invested in seven portfolio companies. TCHF I's commitment period ended on July 13, 2015. The term

of the Fund was extended to June 30, 2024 with approval of TCHF I's Investor Advisory Board and requisite majority of Contributors. TCHF I invested in 7 companies of which it has exited / signed term sheet for exit from 6 investments as of March 31, 2024.

As at March 31, 2024, the DPI (Distributed to Paid-in, including Distributions, to Paid in Capital) multiple is 1.7 times, TVPI multiple (Total Value, including Distributions, to Paid in Capital) of TCHF I, after providing for estimated manager incentive was 1.80 times.

TCHF II is the Successor fund to TCHF I. TCHF II declared its final close on March 11, 2022 with investor commitments of Rs. 942 crore (includes commitments of US$ 53.25 million from offshore investor via a pooling vehicle in Singapore). The Company has committed Rs. 140 crore as Sponsor commitment to TCHF II.

As of March 31, 2024, TCHF II has drawn down 67% of commitments of which Rs. 557 crore is towards investing in 8 portfolio companies.

Since inception of TCHF II, the portfolio is valued at 1.4 times multiple of money and 22.7% gross IRR in INR terms.

iii) Tata Capital Innovations Fund ("TCIF")

TCIF is a sector agnostic venture capital fund set up to invest in early stage companies, offering technology based solutions for Indian as well as global markets. TCIF declared its final close in April 2012, with commitments of Rs. 287 crore, of which, Rs. 218 crore has been invested in 7 portfolio companies as at March 31, 2023. The term of the Fund was extended to December 31, 2024 with approval of the Fund's Investor Advisory Board and requisite majority of Contributors.

As at March 31, 2024, the TVPI multiple (Total Value, including Distributions, to Paid in Capital) of TCIF is 0.54 times.

iv) Tata Capital Special Situations Fund ("TCSSF")

TCSSF was set up to focus on investing in turnaround opportunities. Of the aggregate drawn amount of Rs. 265 crore, Rs. 222 crore was invested in 4 portfolio companies. TCSSF's commitment period ended on March 31, 2014 and the term of the fund was extended to September 04, 2024 with the approval of the Contributors. During the year, TCSSF divested equity shares held in Tema India Limited for Rs. 44.29 crore. TCSSF declared its final close in November 13, 2013.

As at March 31, 2024, the TVPI multiple (Total Value, including Distributions, to Paid in Capital) of TCSSF is 1.16 times.

6.3.2 Overseas Funds

The Overseas Funds, viz. Tata Capital Growth Fund Limited Partnership ("TCGFLP"), Tata Capital Growth Fund II LP ("TCGFIILP"), Tata Capital HBM Healthcare Fund I Limited Partnership ("TCHHFLP"), Tata Capital Healthcare Fund II (Feeder) LP ("TCHFIILP") and Tata Opportunities Fund Limited Partnership ("TOF"), are based in Singapore.

The Company's step down subsidiary in Singapore, Tata Capital Advisors Pte. Ltd is the Investment Manager for TCGFLP, TCGFIILP, TCHHFLP, TCHFIILP and TOF. Overseas Funds accept commitments only from overseas investors. The aggregate investor commitments raised by the Overseas Funds as at March 31, 2024 were US$ 888 million.

TCGFLP declared its final close in November 2011 with commitments of US$ 167 million, of which, approximately 86% has been drawn down and US$ 125 million has been invested in portfolio companies. During the year TCGFLP sold its entire shareholding in Jana Small Finance Bank for approximately Rs. 50 crore.

TCGFLP offered 9,716,853 equity shares of TTL in its OFS at a price of Rs. 500 per share realizing net proceeds of approximately Rs. 416 crore.

TCGFIILP is a feeder fund to TCGF II. TCGFIILP declared its final close on January 15, 2021 with commitments of US$ 108 million.

TCHHFLP declared its final close in January 2016 with commitments of US$ 15 million, of which, approximately 99% has been drawn down and US$ 11 million has been invested in portfolio companies. TCHFIILP is a feeder fund to TCHF II and has declared its final close on March 11, 2022 with commitments of US$ 53 million.

TOF declared its final close in March 2013, with commitments of US$ 545 million, of which, over US$ 487 million (89%) has been drawn down as at March 31, 2024 and over US$ 386 million has been invested in portfolio companies.

The Company has a co-investment arrangement with TOF, whereby the Company has a commitment to co-invest the Indian Rupee equivalent of an amount of up to US$ 50 million alongside TOF, subject to regulatory restrictions.

During the year, TOF achieved partial / full liquidity in 4 portfolio companies - Tata Play Limited, Tata Projects Limited, TVS Supply Chain Solutions Limited, Shriram Properties Limited. During the year, Fincare Small Finance Bank announced its merger with AU Small Finance Bank (listed entity). The term of the Fund was extended to March 29, 2025, with approval of TOF's requisite majority of investors.

6.3.3 Other Investments

As at March 31, 2024, the Company had, as per its Consolidated Financial Statements, other investments of Rs. 7,902.02 crore (FY 2022-23: Rs. 12,658.97 crore) comprising of equity shares, mutual funds, debentures, government securities and Treasury bills.

7. CONSOLIDATED FINANCIAL STATEMENTS

Pursuant to the provisions of Section 129(3) of the Act, the Consolidated Financial Statements of the Company are included in the Annual Report. A separate statement containing the salient features of the Financial Statements of its subsidiaries and associates in the prescribed Form No. AOC-1, is also included in the Annual Report at Page Nos. 296 and 298. The said Financial Statements are also available for inspection on the website of the Company at www.tatacapital.com under 'Investor Information & Financials' section.

8. FINANCE

During FY 2023-24, the Company met its funding requirements through a combination of Short Term debt (comprising Commercial Papers, Inter-Corporate Deposits ("ICDs") and Bank Loans) and Long Term debt (comprising Non-Convertible Debentures ("NCDs"), Bank Loans and External Commercial Borrowings ("ECBs")). During the year, the Company issued NCDs on a private placement basis of Rs. 14,075.80 crore. The aggregate debt of the Company outstanding as at March 31, 2024 was Rs. 1,00,914.31 crore, including CRPS at amortised cost of Rs. 795.39 crore which has been classified as borrowings as per Ind AS. Out of total borrowings, Rs. 35,901.95 crore is payable within one year. The Debt Equity ratio of the Company as at March 31, 2024 was 5.07 times.

The Company has been regular in repayment of its borrowings and payment of interest thereon.

On a consolidated basis, the Company had borrowings aggregating Rs. 1,48,185.29 crore as at March 31, 2024 (FY 2022-23: Rs.1,13,335.91 crore), which includes CRPS at amortised cost of Rs. 795.39 crore (FY 2022-23: Rs. 1,070.15 crore).

9. CREDIT RATING

During the year under review, rating agencies reaffirmed / issued ratings to the Company, as under:

Description	CRISIL Rating Limited	ICRA Limited	CARE Ratings Limited	India Rating
Non-Convertible Debentures	CRISIL AAA/Stable	[ICRA]AAA (Stable)	CARE AAA; Stable	IND AAA/Stable
Preference shares	CRISIL AAA/Stable	-	-	-
Commercial Paper	CRISIL A1+	[ICRA]A1+	-	IND A1+
Total Bank Loan Facilities Rated - Long Term Rating	CRISIL AAA/Stable	-	-	IND AAA/Stable
Long - term / Short - term - Fund based / Non - fund based	-	[ICRA]AAA(Stable)/ [ICRA]A1+	-	-
Long Term Principal Protected Market Linked Debentures	CRISIL PPMLD AAA/Stable	-	-	-
Perpetual Bonds	CRISIL AA+/Stable	[ICRA]AA+ (Stable)	CARE AA+; Stable	-
Subordinated Debt	CRISIL AAA/Stable	[ICRA]AAA (Stable)	CARE AAA; Stable	-
Retail Bond	CRISIL AAA/Stable	[ICRA]AAA (Stable)	CARE AAA; Stable	-

In January 2024, Fitch Ratings has assigned Tata Capital Limited (“TCL”) long-term foreign and local-currency Issuer Default Ratings (“IDR”) of “BBB-”.The Outlook on the IDRs is Stable.

In February 2024, S&P Global Ratings assigned its “BBB-” long-term and “A-3” short term issuer credit ratings to TCL. The outlook on the long-term rating is stable.

10. RISK MANAGEMENT

Tata Capital has built a robust risk management framework across all its businesses and activities for managing internal and external risks. The Board of Directors oversee the risk management practice at the Company by laying down and approving the objectives for Risk Management and Risk Philosophy. The Risk Management Committee of the Board has the responsibility of monitoring and reviewing risks across the Company.

The key objectives of the risk management framework are determined to:

- Develop a strong risk culture across the organization.
- Have risk management as an integral part of the organization’s business strategy.
- Undertake businesses that are well understood and within acceptable risk appetite.
- Build profitable and sustainable business with a conservative risk management approach.

- Manage the risks proactively across the organization.
- Adopt best risk management practices with resultant shareholder value creation and increased stakeholder confidence.

A comprehensive Enterprise Risk Management ("ERM") Framework has been adopted across Tata Capital which uses defined Key Risk Indicators ("KRIs") based on quantitative and qualitative factors. A two - dimensional quantitative data management tool - Heat Map – has been implemented, which enables the Management to have a comprehensive view of 11 identified material risk areas based on their probability and impact. These are Credit Risk, Market Risk, Liquidity Risk, Process Risk, People Risk, Outsourcing Risk, Information Technology Risk, Business Continuity Risk, Compliance & Governance Risk, Cyber Security Risk and Reputation Risk. These KRIs are aligned with the strategic objectives and business developments.

A structured Internal Capital Adequacy Assessment Process ("ICAAP") is in place to enhance Board and Senior Management's ability to understand the existence of capital flexibility in line with the defined risk appetite. The ICAAP evaluates capital requirements under different stress scenarios.

11. INTERNAL FINANCIAL CONTROL

The Management has laid down a set of standards, processes and structure which enables it to implement internal financial controls across the organization with reference to financial statements and such controls are adequate and are operating effectively. Internal Finance control framework has been established in line with the Internal Control - Integrated Framework (2013) issued by the Committee of Sponsoring Organisations of the Treadway Commission ("COSO") and Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the 'Guidance Note').

During FY 2023-24, testing was conducted basis process walkthrough and review of samples as per documented controls in the Risk and Control matrix. Testing was done for each of the controls confirming the existence and operating effectiveness of controls over financial reporting. Review was performed on design, adequacy and operating effectiveness of the controls.

During the year under review, no material or serious observation has been observed for inefficiency or inadequacy of such controls.

12. INFORMATION TECHNOLOGY SUPPORT

The Company has continued to invest in cutting edge technologies to drive its core system modernization, digital and data initiatives. The Company has upgraded its retail core lending system to provide new and advanced functionalities which will further optimise and improve the business performance. The Company continues to build additional integrations with FinTech partners to enhance its customer offerings. This is in line with the Company's endeavour to deliver best in class customer experience and drive operational efficiencies.

The Company has launched a unified Credit Management System ("CMS") to provide Industry - leading, agile, comprehensive digital lending platform that caters to all business segments of Commercial and MSME Finance Division to empower the Company in its growth and transformation journey. This serves as a single Loan Origination System ("LOS") which processes Customer Credit profile data and encapsulates reusable and configurable components to enable quick Go-to-Market.

The IT Policies and Procedures are reviewed and updated periodically to replicate the changes as in real time and remain in line with regulatory guidelines.

13. DIGITAL PLATFORMS & ANALYTICS

In the dynamic realm of financial services, Tata Capital has been continuously evolving to meet the changing needs of its customers. Through a series of strategic initiatives including technology transformation, service enhancements, and operational efficiencies, Tata Capital has demonstrated its commitment to innovation and excellence in all domains.

- **Customer Engagement: Launch of New Digital Assets**

  Tata Capital's digital transformation journey took a significant step with the launch of its new website and mobile application. The user - friendly platforms offer customers several new features, seamless access to a wide range of financial products and services, empowering them with greater convenience, flexibility, and control over their financial journey.

- **SME Lending Revolution: New Loan Origination System**

  Catering to the needs of small and medium enterprises (SMEs), Tata Capital introduced a new loan origination system. This platform streamlines the SME lending process across all ticket sizes, enabling faster approvals, simplified processes, personalized solutions, and enhanced support for SMEs seeking financial assistance to fuel their growth and expansion.

- **Customer Excellence**

  Tata Capital has been constantly enhancing its service delivery through a number of new initiatives. During the year, multilingual capabilities were added to all service platforms, self - service kiosks were introduced across branches and a number of new features were added for self - service on mobile and web platforms.

  Further, Tata Capital also upgraded its omnichannel marketing strategy this year by implementing an insights led customer engagement platform to deliver personalized and targeted communication to the customers. With the help of its advanced analytics and segmentation capabilities, Tata Capital is tailoring its marketing campaigns, product recommendations, and notifications to individual customer preferences.

- **Collaborative Innovation: Partnerships and Co-lending Journeys**

  Tata Capital has forged innovative partnerships and co-lending journeys through the integration of Application Programming Interfaces ("APIs"). These partnerships enable Tata Capital to expand its reach, and offer innovative financial solutions tailored to the evolving needs of customers.

- **Streamlining Operational Efficiency and Debt Servicing**

  Smart automation of operations processes has been a key focus area for Tata Capital. By leveraging technologies such as Robotic Process Automation ("RPA") and intelligent workflow systems, Tata Capital has enhanced operational efficiency, reduced manual errors, and accelerated time-to-market for its products and services. Tata Capital has also enhanced automation across its debt servicing processes.

- **Harnessing Artificial Intelligence ("AI"): Initiatives around Generative AI**

  Embracing the potential of AI, Tata Capital has embarked on various initiatives using generative AI. These initiatives span across functions such as customer service, underwriting and marketing. The use of gen AI-driven algorithms has enabled us to improve chat-based service delivery significantly, as well as automated the creation of marketing content.

- **Data-Driven Insights: Use of Data Analytics**

  Data analytics plays a pivotal role in Tata Capital's decision-making processes across functions. From credit risk assessment to marketing strategies, Tata Capital harnesses the power of data analytics to gain actionable insights and drive business growth in a competitive landscape. The scope of analytics was notably expanded during the fiscal year, with over 85% of retail loan applications assessed through machine learning based scorecards. The data science team of the Company played a pivotal role in supporting various functions, including Sales, Risk, Collections, Wealth Management and HR to name a few, while also focusing on data democratization and automation of over 200 reports.

  Looking ahead, Tata Capital will continue to invest in technology to differentiate itself in the industry. The organisation is also gearing up to take advantage of the transformative powers of AI and gen AI across the lending value chain.

14. TATA CAPITAL JOURNEY OF EXCELLENCE

Tata Capital continues to enhance its capabilities and processes in keeping with market and regulatory changes, using the framework of the Tata Business Excellence Model ("TBEM") (based on Baldridge Criteria, USA), which covers aspects of Leadership and Governance, Strategic Planning, Customer Focus, Measurement, Analysis and Knowledge Management, Workforce Focus and Operations Focus.

Tata Capital has implemented many improvement initiatives involving people, process, digitization and technology over the last few years. These include process simplification, re-engineering and automation for improving Tata Capital's operational focus in order to enhance customer satisfaction and improve internal efficiencies with an objective to gain a competitive advantage. Many practices of Tata Capital have been recognized as Group wide best practices consistently in the last many years.

15. THE TATA CAPITAL BRAND

One of the objectives of the Company has been to increase brand awareness as well as brand consideration for the Tata Capital brand. The 'always-on' media strategy with various digital, social media and conventional media campaigns has resulted in a steady increase in brand scores over the last 5 years. During FY 2023-24, the brand took a significant leap forward by implementing a game-changing strategy aimed at humanizing the brand, increasing visibility among young demographics, and expanding awareness in new locations. As a key part of this process, Tata Capital on-boarded a celebrity brand ambassador to support its marketing and communication initiatives.

The well-known cricketer Shubman Gill was brought in as the brand ambassador for Tata Capital. It is believed that he would be an excellent fit for the brand with shared values of dynamism, consistency and dependability, values that Tata Capital also embodies. The leading Brand Campaign for this financial year, "Khoobsurat Chinta", captured Shubman's life story where his father took over all his other worries, allowing Shubman to focus on his "Khoobsurat Chinta" ("Beautiful Worry") of becoming a cricketer representing India. Through this campaign, consumers were urged to leave aside their financial worries and focus on their more "Beautiful" or interesting worries, as Tata Capital would take care of all financial worries. The brand campaign also featured a series of short product films themed around digital, seamless and quick loans. During FY 2023-24, the media presence was also enhanced, with two separate campaigns being aired, both during the cricket world cup as well as during the Tata Women's Premier League ("WPL"). The campaign timings were picked to increase relevance, given use of the celebrity brand ambassador.

Building on this momentum, Tata Capital continued to captivate audiences during the WPL with on-ground branding integrations and engaging social media campaign featuring the WPL captains. This season saw a 20% growth on WPL viewership, which in turn was reflected on higher awareness for the brand. Furthermore, via the Tata Capital Fan Box, underprivileged children from the Pankh Scholarship program, a Tata Capital Corporate Social Responsibility ("CSR") initiative, were granted the chance to attend the WPL live at a stadium.

In addition, in line with the strategy of consistent media presence, digital product campaigns were launched for several products including Moneyfy, Home Loans, Personal Loans etc. These campaigns had a twin objective of building brand salience and reaching relevant 'intender audiences' and generating an uptake on web traffic.

On social media, various campaigns were executed through the year with an objective to connect more meaningfully with audiences and increase customer engagement across social platforms. Campaigns such as 'Suno Sabki Karo Dil Ki' and 'Desh Kaun Chalata Hai' served to generate relevant conversations on social platforms and provided much needed support for the brand in months where other media activities were low-key. 'Desh Kaun Chalata Hai" also won a gold at the E4M Digital Impact Awards. In addition, The 'Loan No Loan' influencer series was created to have surrogate conversations about the brand and the lending category. It educated audiences about considerations round the right time to take a loan and the right way to financially plan when taking one. The education series featuring Finfluencers entered its second year, consistently delivering high levels of engagement throughout the year.

As a result of all initiatives and campaigns, Tata Capital achieved highest ever brand awareness and higher ever growth in brand consideration scores in this fiscal year.

In FY 2024-25, the Company will continue its efforts to maintain a high brand awareness score and further increase consideration for the brand amongst its consumers. This will involve further leveraging the association with the brand ambassador and creating and executing campaigns across conventional, social and digital media channels.

16. CORPORATE SOCIAL RESPONSIBILITY ("CSR")

Tata Capital's purpose is to be a "Responsible Financial Partner fulfilling India's Aspirations." The Company has always upheld the Tata Group values while conducting business consciously to respect social and environmental aspirations of the communities we serve.

The Company aims to build a culture based on equality, respect and inclusiveness for all sections of the society including that of the disadvantaged communities. Being deeply committed to the development of the nation, the Company has undertaken focussed and strategic programmes to address social and environmental development issues affecting the lives of the weaker sections of the society.

CSR Purpose:

Tata Capital adopts a stakeholder-participation approach in the CSR projects where the target group(s) are stakeholder(s) in the community whose well-being is integral to achieve progress and development of the nation.

The Company's CSR vision is to establish a collaborative and inclusive approach for social and environmental development initiatives, fostering shared value for the broader community, aligned with the core purpose of the Tata Group.

The Company's CSR mission is to enhance the well-being of the community, particularly marginalized social and economic groups, by creating a lasting, measurable, and positive influence through projects primarily focused on *Climate Action, Healthcare and Education and Skill Development*. The Company shall also make a conscious endeavour to encourage its employees, partners and customers to foster a sense of commitment towards social and environmental causes.

CSR Policy, Budget, and Key Programmes

The CSR policy of the Company is available on the Company's website, https://www.tatacapital.com/content/dam/tata-capital/pdf/footer/TCL-CSR%20Policy.pdf.

During FY 2023-24, Tata Capital has spent an aggregate amount of Rs. 5,498.00 lakh on CSR programs covered under Schedule VII of the Act.

The CSR budget for the Company (standalone) was Rs. 3,845.00 lakh, this being two percent of the average net profit of the Company in the three immediately preceding financial years, calculated as per Section 198 of the Act, read with the Companies (CSR Policy) Rules, 2014. The budget was spent towards programmes covered under Schedule VII to the Act, as recommended by the CSR Committee of the Board and approved by the Board of Directors of the Company. The Annual Report on CSR activities is annexed herewith as Annexure 'A'.

The project implementation follows a robust process including but not limited to selection of technically sound NGOs, project planning as per baseline assessment, milestone based implementation with community partnership, monitoring and evaluation mechanisms to integrate sustainability principles for a smooth exit. This assures the desired impact and outcomes while also ensuring community ownership, resilience and self-sustenance through the project.

Key CSR programmes of the Company are:

- **JalAadhar -**

  The aim of the programme is to attain water security in water-stressed communities / locations through, *JalAadhar*, an integrated watershed management programme. The programme aims to harvest runoff water to increase its percolation into groundwater, encourage judicious use of water within agricultural practices and increases community income through livelihood generation activities. The project is in alignment to Sustainable Development Goal 6 and augments the work of various Government of India schemes impacting groundwater recharge and access to water. In FY 2023-24, the project has reached 124 villages covering 2+ lakh individuals creating water harvesting capacity of 10,500 lakh litres in 3 states of Maharashtra, Rajasthan and Tamil Nadu.

- **The Green Switch -**

  The Green Switch project is designed to provide energy security to unelectrified communities using a solar micro off-grid model that powers the community 24X7 inspired by Sustainable Development Goal 7 and Power for All Scheme. The solar off-grid plant works on a decentralised community owned model connecting each household through wiring and electric meters, streetlights, common areas and community buildings. With the FY 2023-24 funds, 1,602 homes with 6,998 individuals in 37 hamlets were connected to clean electricity for the first time through a 377.8 kWp decentralised solar off-grid system.

- **VN (Vanaropan for Neutrality) -**

  In alignment to Sustainable Development Goal 15 and India's target to create additional carbon sink, the Company has undertaken the task to create urban forests using the Miyawaki forest technique in cities of presence through the VN (वन) programme. Piloted in FY 2022-23 with 9,700 saplings planted at Thane's Parsik hill, in FY 2023-24, a total area of approximately 6 acres was afforested with 68,000 native forest saplings in Thane, Delhi and Hyderabad. Through the plantation, approximately 1600+ tons of carbon will be sequestered upon full growth of the saplings.

- **Aarogyatara -**

  Under healthcare, in addition to supporting Cancer under the Tata Group and Tata Trust initiatives, the Company focusses on eradicating curable blindness among the underserved and rural populations in Bihar, Tamil Nadu and Maharashtra. The programme rectifies vision by identifying refractive errors through screening camps conducted in the project areas. Post which eye surgeries and post-surgery care is organised with partner Hospitals. Once an individual regains vision, the person can live a dignified life and be financially independent. In FY 2023-24, a total of 3.39 lakh individuals were screened for eye ailments, out of which 24,494 were operated to cure their vision.

- **Pankh Scholarships -**

  Pankh Scholarship programme was instituted in 2013 to mentor and fund the education of young academic achievers from economically underprivileged including affirmative action families. Students can apply through an online portal or be recommended through the Company's employees for enrolling into the selection process. The programme enables youth from economically challenged backgrounds to access scholarships and in some cases mentorship for higher education. In FY 2023-24, the Pankh scholarships were extended to 9,073 youth.

  In FY 2023-24, as an aggregate the Company impacted 6.66 lakh individuals from underserved communities have been positively impacted to lead a dignified life and improved lifestyle. At the Company level, a total of 3.70 lakh beneficiaries were positively impacted.

17. COMPLIANCE

Post the merger of TCFSL and TCCL with TCL, TCL is carrying on all the businesses of erstwhile TCFSL and TCCL. TCL, which was earlier registered with the RBI as a NBFC - CIC has made an application to RBI for obtaining a Certificate of Registration as an NBFC – Investment Credit Company ("ICC") and the registration is awaited. RBI has permitted TCL to operate as an NBFC - ICC in the interim.

The RBI vide its notification dated October 22, 2021, introduced an integrated regulatory framework for NBFCs under "Scale Based Regulation (SBR): A Revised Regulatory Framework for NBFCs". Under SBR, NBFCs are divided into four layers viz., top layer, upper layer, middle layer and base layer based on the size, activity, and perceived riskiness. The Company is in the middle layer ("NBFC-ML"), while erstwhile TCFSL was classified as an Upper Layer NBFC. However, TCL as the merged entity continues to ensure compliance with all the requirements that apply to an upper layer NBFC.

Further, the Company has complied with and continues to comply with all applicable laws, rules, circulars and regulations, including the Master Direction – Reserve Bank of India (Non-Banking Financial Company – Scale Based Regulation) Directions, 2023, as amended from time to time.

During the year, the Company has received the approval for renewal of the Certificate of Registration ("CoR") from Association of Mutual Funds of India ("AMFI") to carry on activities as an AMFI registered Mutual Fund Advisor. Further, the Company has also received CoR to act as a Corporate Agent from Insurance Regulatory and Development Authority of India ("IRDAI"). The Company is in the process of acquiring various other licenses / permissions held by erstwhile TCFSL.

With respect to provisioning of Non - Performing Assets, the Company follows stricter norms than those prescribed by RBI. The Capital to Risk Assets Ratio ("CRAR") of the Company is 16.64% as on March 31, 2024, which is higher than the prescribed minimum of 15%.

The NCDs issued by the Company to the public are listed on the National Stock Exchange of India Limited ("NSE") and BSE Limited ("BSE"), respectively and the NCDs issued on a private placement basis are listed on NSE. Accordingly, the Company has also complied with and continues to comply with SEBI (Issue and Listing of Non-Convertible Securities) Regulations, 2021 and SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), as amended from time to time. Further, SEBI vide its Notification No. SEBI/LAD-NRO/GN/2021/47, issued on September 07, 2021, amended the SEBI Listing Regulations and made Regulations 15 to 27 applicable to the Debt Listed Companies having an outstanding value of listed Non-Convertible debt securities of Rs. 500 crore and above i.e., High Value Debt Listed Entity ("HVDLE"). Accordingly, the Company has been classified as a HVDLE and has complied with the aforementioned Regulations applicable to the Company.

18. DEPOSITS

The Company did not hold any public deposits at the beginning of the year nor has it accepted any public deposits during the year under review.

19. PARTICULARS OF LOANS, GUARANTEES AND INVESTMENTS

The Company being a Non-Banking Financial Company, pursuant to Section 186(11) of the Act, the provisions pertaining to loans made, guarantees given, Security provided or investment made are not applicable to the Company.

20. DISCLOSURE OF GREEN BONDS ISSUED BY THE COMPANY

During FY 2023-24, the Company has not issued any Green Bonds. As per the terms of issue, the Company has redeemed all the Green Bonds.

Erstwhile TCCL had raised Rs. 180 crore (about US$ 25 million) through its maiden Green Bond with a tenor of five years, from FMO (Nederlandse Financierings - Maatschappij voor Ontwikkelingslanden N.V.), the Netherlands based Development bank during FY 2018-19.

The Green Bonds are listed on the NSE. The bonds have been rated CRISIL AAA/Stable and the proceeds of the bond have been exclusively applied to finance eligible Green Projects.

Management of Proceeds: The proceeds from the Bonds were used to finance the following projects.

Sr. No.	Project Entity	Project Location	Sector	Capacity (in MW)	Estimated Positive E&S Impact - CO2 Emissions	Amount Disbursed (Rs. in crore)
1	Clean Solar Power (Gulbarga)	Karnataka	Solar	220 (20.54 Plant Load Factor ("PLF"))	2,54,434 tCO2/yr (0.878 t CO2/MWh)	98.35
2	Surajkiran Renewable	Telangana	Solar	57.5 (19.04 PLF)	84,027 tCO2/yr (0.878 t CO2/MWh)	87.705

21. DIRECTORS

a. Appointments:

Mr. V.S. Radhakrishnan (DIN: 08064705) and Mr. Mathew Cyriac (DIN: 01903606) were appointed as Additional Directors and Independent Directors of the Company for an initial term of three years with effect from March 30, 2023, subject to the approval of the Members of the Company. The Members of the Company have by means of separate Special Resolutions passed at the Annual General Meeting held on June 28, 2023, approved the appointment of Mr. Radhakrishnan and Mr. Mathew as the Independent Directors of the Company.

Based on the recommendation of the Nomination and Remuneration Committee, the Board of Directors approved the appointment of:

(a) Mr. Sujit Varma (DIN: 09075212) as an Additional Director and Independent Director of the Company for an initial term of five years with effect from January 1, 2024, subject to the approval of the Members of the Company.

(b) Mr. Nagaraj Ijari (DIN: 09390579) as an Additional Director and Independent Director of the Company for an initial term of five years with effect from April 01, 2024, subject to the approval of the Members of the Company.

The Members of the Company have by means of Special Resolution passed on March 17, 2024 and May 26, 2024 vide Postal Ballot, approved appointment of Mr. Varma and Mr. Ijari as Independent Directors of the Company, respectively.

b. Cessation:

Ms. Malvika Sinha (DIN: 08373142) ceased to be an Independent Director of the Company with effect from the end of day on March 31, 2024, pursuant to completion of her term. Mr. Mathew Cyriac ceased to be an Independent Director of the Company with effect from May 07, 2024, pursuant to his resignation due to his pre-occupation and other personal commitments. The Directors place on record their appreciation for the invaluable contribution and the guidance rendered by Ms. Sinha and Mr. Mathew, during their tenure as a Director of the Company.

c. Director liable to retire by rotation

In accordance with the provisions of the Act and the Articles of Association of the Company, Mr. F. N. Subedar (DIN: 00028428), Non-Executive Director, is liable to retire by rotation at the ensuing AGM and is eligible for re-appointment. The Members of the Company may refer to the accompanying Notice of the AGM for the brief resume of Mr. Subedar.

Pursuant to the 'Fit and Proper' Policy adopted by the Company under the RBI Directions for NBFCs, the Company has received the 'Fit and Proper' declaration from Mr. Subedar for his re-appointment, as a Director of the Company which has been taken on record by the Nomination and Remuneration Committee.

d. Declaration by Independent Directors

The Company has received declarations from the Independent Directors, viz. Ms. Varsha Purandare (DIN: 05288076), Mr. V.S. Radhakrishnan (DIN: 08064705), Mr. Mathew Cyriac (DIN: 01903606), Mr. Sujit Varma (DIN: 09075212) and Mr. Nagaraj Ijari (DIN: 09390579) stating that they meet the criteria of independence as provided in Section 149(6) of the Act and Regulation 16(1)(b) of SEBI Listing Regulations. In terms of Regulation 25(8) of SEBI Listing Regulations,

they have also confirmed that they are not aware of any circumstance or situation which exists or may be reasonably anticipated that could impair or impact their ability to discharge their duties.

The Board is of the opinion that the Independent Directors of the Company possess requisite qualifications, experience and expertise and that they hold the highest standards of integrity. In terms of Section 150 of the Act read with the Companies (Appointment & Qualification of Directors) Rules, 2014, the Independent Directors of the Company have registered themselves with the data bank of Independent Directors created and maintained by the Indian Institute of Corporate Affairs, Manesar.

22. NUMBER OF MEETINGS OF THE BOARD

Ten (10) meetings of the Board were held during the year. For details of meetings of the Board, please refer to the Corporate Governance Report, which forms part of this Annual Report.

23. EVALUATION OF THE BOARD, ITS COMMITTEES AND INDIVIDUAL DIRECTORS

Pursuant to the provisions of the Act and SEBI Listing Regulations, the Board has carried out an annual evaluation of its own performance and of the individual Directors as well as an evaluation of the working of all the Committees of the Board. The Board of Directors was assisted by the Nomination and Remuneration Committee ("NRC"). The performance evaluation was carried out by seeking inputs from all the Directors / Members of the Committees, as the case may be.

The Board of the Company followed the criteria as specified in the Guidance Note on the Board Evaluation issued by SEBI for evaluating the performance of the Board as a whole, Committees of the Board, Individual Directors and the Chairman. The criteria for evaluation of the Board as a whole, *inter alia*, covered parameters such as Structure of the Board, Meetings of the Board, Functions of the Board and Board & Management. The criteria for evaluation of Individual Directors covered parameters such as knowledge and competency, fulfillment of functions, ability to function as a team, etc. The criteria for evaluation of the Board Committees covered areas related to mandate and composition, effectiveness of the committee, structure of the committee and meetings, etc.

The feedback of the Independent Directors on their review of the performance of Non-Independent Directors and the Board as a whole, the performance of the Chairman of the Company and the assessment of the quality, quantity and timeliness of flow of information between the Company, the Management and the Board was taken into consideration by the Board in carrying out the performance evaluation.

24. POLICY ON APPOINTMENT OF DIRECTORS AND REMUNERATION POLICY OF THE COMPANY

The NRC develops the competency requirements of the Board based on the industry and the strategy of the Company, conducts a gap analysis and recommends the reconstitution of the Board, as and when required. It also recommends to the Board, the appointment of Directors having good personal and professional reputation and conducts reference checks and due diligence of all Directors before recommending them to the Board. Besides the above, the NRC ensures that the new Directors are familiarized with the operations of the Company and endeavors to provide relevant training to the Directors.

In accordance with the provisions of Section 178 of the Act, the Board of Directors have adopted a Policy on Board Diversity and Director Attributes and a Remuneration Policy.

The Policy on Board Diversity and Director Attributes has been framed to encourage diversity of thought, experience, knowledge, perspective, age and gender in the Board and to have in place, a transparent Board nomination process.

The Remuneration Policy for Directors, Key Managerial Personnel ("KMP") and all other employees is aligned to the philosophy on the commitment of fostering a culture of leadership with trust.

The Remuneration Policy aims to ensure that the level and composition of the remuneration of the Directors, KMP and all other employees is reasonable and sufficient to attract, retain and motivate them to successfully run the Company.

Salient features of the Remuneration Policy, *inter alia*, includes:

- Remuneration in the form of Sitting Fees and Commission to be paid to Independent Directors and Non-Independent Non-Executive Directors, in accordance with the provisions of the Act and as recommended by the NRC;

- Remuneration to Managing Director / Executive Directors / KMP and all other employees is reasonable and sufficient to attract, retain and motivate them to run the Company successfully and retain talented and qualified individuals suitable for their roles, in accordance with the defined terms of remuneration mix or composition; and

- No remuneration would be payable to Directors for services rendered in any other capacity unless the services are of a professional nature and the NRC is of the opinion that the Director possesses requisite qualification for the practice of the profession and approval of the Central Government has been received, if required, for paying the same.

The Company has also adopted a 'Fit and Proper' Policy for ascertaining the 'fit and proper' criteria to be adopted at the time of appointment of directors and on a continuing basis, pursuant to the RBI Directions for NBFCs. The Company has received the 'Fit and Proper' declarations from all the Directors of the Company in April 2024, which have been taken on record by the NRC.

Further, pursuant to the Guidelines on Compensation of Key Managerial Personnel ("KMP") and Senior Management in NBFCs issued by the RBI on April 29, 2022, the Company has adopted a Compensation Policy for KMP and Senior Management consisting of (a) constitution of a Remuneration Committee; (b) principles for fixed / variable pay structures; and (c) malus / clawback provisions.

The Policy on Board Diversity and Director Attributes, Fit and Proper Policy, Remuneration Policy and Compensation Policy for KMP and Senior Management of the Company are made available on the Company's website, www.tatacapital.com.

25. KEY MANAGERIAL PERSONNEL ("KMP")

Mr. Rajiv Sabharwal, Managing Director & CEO, Mr. Rakesh Bhatia, Chief Financial Officer and Ms. Sarita Kamath, Head – Legal & Compliance and Company Secretary, are the KMPs of the Company.

26. DIRECTORS' RESPONSIBILITY STATEMENT

Based on the framework of internal financial controls and compliance systems established and maintained by the Company, work performed by the Internal, Statutory and Secretarial Auditors, including audit of internal financial controls over financial reporting by the Statutory Auditors and the reviews performed by the Management and the relevant Board Committees, including the Audit Committee, the Board is of the opinion that the Company's internal financial controls were adequate and effective during FY 2023-24.

Accordingly, pursuant to Section 134(5) of the Act, the Board of Directors, to the best of their knowledge and ability, confirm that:

a) in the preparation of the annual accounts for FY 2023-24, Indian Accounting Standards as per the Companies (Indian Accounting Standards) Rules, 2015, as amended by the Companies (Indian Accounting Standards) Rules, 2016, notified under Section 133 of the Act, other relevant provisions of the Act, guidelines issued by Regulators as applicable to an NBFC and other accounting principles generally accepted in India have been followed and that there are no material departures therefrom;

b) they had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the Company at the end of the financial year and of the profits and cash flows of the Company for the year;

c) they had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Company and for preventing and detecting fraud and other irregularities;

d) they had prepared the annual accounts on a going concern basis;

e) they had laid down internal financial controls to be followed by the Company and that such internal financial controls were adequate and operating effectively; and

f) they had devised proper systems to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

The Financial Statements of the Company have been prepared in accordance with Ind AS, as notified under the Companies (Indian Accounting Standards) Rules, 2015 read with Section 133 of the Act.

During the year, no frauds were reported by the Auditors under Section 143(12) of the Act requiring disclosure in the Director's Report of the Company.

27. VIGIL MECHANISM

The Company has established a Vigil Mechanism for reporting of concerns or grievances. The said mechanism *inter alia*, encompasses the Whistle Blower Policy, the Fraud Risk Management Process, the mechanism for reporting of ethical concerns under the Tata Code of Conduct ("TCoC") and the Anti-Bribery and Anti-Corruption ("ABAC") Policy and it provides for adequate safeguards against victimization of persons who use it.

The Vigil Mechanism provides access to Tata Capital's Ethics Committee for reporting concerns and grievances. It also provides access to the Compliance Officer under the Company's ABAC Policy and to the Chairperson of the Company's Audit Committee / the Chief Ethics Counsellor under the Company's Whistle Blower Policy. Information regarding the mechanism and the channels for reporting concerns are communicated to the relevant stakeholders. The Whistle Blower Policy, Vigil Mechanism, TCoC and the ABAC Policy documents are available on the website of the Company, www.tatacapital.com.

28. DISCLOSURE AS PER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013

The Company is committed to providing and promoting a safe and healthy work environment for all its employees. A 'Prevention of Sexual Harassment' Policy, which is in line with the statutory requirements, alongwith a structured reporting and redressal mechanism, including the constitution of Internal Complaints Committee in accordance with the provisions of the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013 ("the POSH Act"), is in place.

During FY 2023-24, no complaints were received under the provisions of the POSH Act.

29. AUDIT COMMITTEE

The details pertaining to the composition of the Audit Committee are included in the Corporate Governance Report, which forms part of this Annual Report.

30. JOINT STATUTORY AUDITORS

In terms of the RBI Circular No. RBI/2021-22/25 Ref. No. DoS.CO.ARG/SEC.01/08.91.001/2021-22 dated April 27, 2021 on Guidelines for Appointment of Statutory Central Auditors ("SCAs") / Statutory Auditors ("SAs") of Commercial Banks (excluding Regional Rural Banks), Urban Co-operative Banks ("UCBs") and Non-Banking Financial Companies ("NBFCs") (including Housing Finance Companies) ("RBI Guidelines"), the statutory audit of the entities having asset size of Rs. 15,000 crore and above as at the end of previous year, should be conducted under the joint audit of a minimum of two audit firms. The asset size of the Company as at March 31, 2023 exceeded Rs. 15,000 crore and hence, the statutory audit of the Company for FY 2023-24 onwards was required to be conducted under the joint audit, by a minimum of two Joint Statutory Auditors.

M/s. KKC & Associates LLP (*formerly known as M/s. Khimji Kunverji & Co LLP*), Chartered Accountants (ICAI Firm Registration No. 105146W/W100621) were appointed as the Statutory Auditors of the Company with effect from November 12, 2021, for a period of three consecutive years viz. FY 2021-22, FY 2022-23 and FY 2023-24. The tenure of M/s. KKC & Associates LLP would end at the ensuing 33rd Annual General Meeting ("AGM") of the Company.

Pursuant to the RBI Guidelines and based on the recommendation of the Audit Committee, the Board of Directors of the Company at its Meeting held on February 13, 2024, approved the appointment of M/s. MSKA & Associates, Chartered Accountants (ICAI Firm Registration No. 105047W) as the Joint Statutory Auditor of the Company with effect from February 13, 2024, for a period of three consecutive years i.e., FY 2023-24, FY 2024-25 and FY 2025-26, subject to the approval of the Members of the Company. Further, pursuant to the provisions of Sections 139, 141, 142 and other applicable provisions, if any, of the Act and RBI guidelines, the Members of the Company by way of resolution passed vide Postal Ballot on March 17, 2024, approved the appointment of M/s. MSKA & Associates, Chartered Accountants, as the Joint Statutory Auditor of the Company with effect from February 13, 2024 to hold office till conclusion of the 33rd AGM of the Company. The Board has recommended for the approval of the Members the appointment of M/s. MSKA & Associates as Joint Statutory Auditor of the Company for further period of two years i.e. for FY 2024-25 and FY 2025-26. The Members of the Company may refer to the accompanying Notice of the AGM of the Company.

In view of the tenure of the existing Joint Statutory Auditor of the Company i.e. M/s. KKC & Associates LLP, Chartered Accountants, ending at the ensuing 33rd AGM of the Company, pursuant to the RBI Guidelines and based on the recommendation of the Audit Committee, the Board of Directors of the Company at its Meeting held on May 10, 2024 approved the appointment M/s. M P Chitale & Co., Chartered Accountants (ICAI Firm Registration No. 101851W) as the Joint Statutory Auditor of the Company for a period of three consecutive years i.e., FY 2024-25, FY 2025-26 and FY 2026-27, from the conclusion of the 33rd AGM till the conclusion of the 36th AGM of the Company to be held in the year 2027, subject to the approval of the Members. The Members of the Company may refer to the accompanying Notice of the AGM of the Company.

31. ACCOUNTING STANDARDS FOLLOWED BY THE COMPANY

The Financial Statements of the Company have been prepared in accordance with Ind AS as notified under the Companies (Indian Accounting Standards) Rules, 2015, as amended by the Companies (Indian Accounting Standards) Rules, 2016, notified under Section 133 of the Companies Act, 2013. Further, the Company follows the Directions issued by RBI for CICs.

The Financial Statements have been prepared on an accrual basis under the historical cost convention except for certain financial instruments that are measured at fair values at the end of each reporting period as explained in the Accounting Policies. The Accounting Policies adopted in the preparation of the Financial Statements have been consistently followed in the Previous Year.

32. EXPLANATION ON STATUTORY AUDITORS' REPORT

There are no qualifications, reservations or adverse remarks or disclaimers made by M/s. KKC & Associates LLP and M/s. MSKA & Associates, Chartered Accountants, Joint Statutory Auditors, in their Reports dated May 10, 2024 on the Financial Statements of the Company for FY 2023-24.

33. SECRETARIAL AUDITOR AND SECRETARIAL AUDIT REPORT

Pursuant to the provisions of Section 204 of the Act and the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, the Board of Directors had appointed M/s. Parikh & Associates, a firm of Company Secretaries in Practice, to undertake the Secretarial Audit of the Company, for FY 2023-24. The Secretarial Audit Report, in the prescribed Form No. MR-3, is annexed as Annexure 'B'.

There are no qualifications, reservations or adverse remarks made by M/s. Parikh & Associates in their Secretarial Audit Report dated June 11, 2024 on the secretarial and other related records of the Company, for FY 2023-24.

34. SCHEME OF ARRANGEMENT WITH TATA MOTORS FINANCE LIMITED

The Board of Directors of the Company at its Meeting held on June 04, 2024, has approved a Scheme of Arrangement for amalgamation of Tata Motors Finance Limited (*formerly known as Tata Motors Finance Solutions Limited*) ("TMFL"), a subsidiary of TMF Holdings Limited with and into TCL and their respective shareholders, under Sections 230 to 232 read with Section 52 and Section 66 and other applicable provisions of the Act and the Rules made thereunder.

The Scheme of Arrangement will become effective, from the Appointed Date i.e. April 1, 2024 and will be operative from Effective Date which is conditional upon fulfilment of all the conditions set out *inter alia*, in the Scheme of Arrangement, approval of the Scheme of Arrangement by the NCLT, requisite approvals of respective shareholders and creditors of the Company and TMFL, as appliable and as may be directed by the NCLT, and upon the receipt of other applicable regulatory approvals.

Upon the Scheme becoming effective:

(i) The entire business of TMFL including all the assets, liabilities and undertakings of TMFL will stand transferred and vested in TCL and thereafter TCL will carry on all the business activities undertaken by TMFL.

(ii) Equity shares of TCL would be issued to equity shareholders of TMFL as per the Exchange Ratio determined based on the Valuation Reports and the Fairness Opinions obtained by TCL and TMFL.

(iii) The holders of NCDs of TMFL will become the holders of NCDs of TCL on the same terms, including the coupon rate, tenure, redemption price, quantum, nature of security, adequately safeguarding the interest of the NCD holders.

35. INFORMATION ON MATERIAL CHANGES AND COMMITMENTS

There are no material changes or commitments affecting the financial position of the Company which have occurred between March 31, 2024 and June 11, 2024, being the date of this Report.

36. SIGNIFICANT AND MATERIAL ORDERS

During the period under review, there were no significant or material orders passed by any regulator or court or tribunal impacting the going concern status and Company's operations in future.

37. RELATED PARTY TRANSACTIONS

As required under Regulation 23(1) of the SEBI Listing Regulations, the Company has formulated a 'Policy on Related Party Transactions' for proper conduct and documentation of all related party transactions. The same is available on the website of the Company at www.tatacapital.com. Further, the Company also has in place a Framework on Related Party Transactions for the purpose of identification, monitoring and approving of such transactions as per the provisions of the Companies Act, 2013 and SEBI Listing Regulations.

During the year, the Company has not entered into any transaction with Related Parties which is not in its ordinary course of business or not on an arm's length basis. Further, there were no transaction requiring disclosure under Section 134(3)(h) of the Act. Hence, the prescribed Form AOC-2 does not form a part of this report.

Details of Related Party Transactions, as required to be disclosed by Indian Accounting Standard - 24 on "Related Party Disclosures" specified under Section 133 of the Act, read with the Companies (Indian Accounting Standards) Rules, 2015, are given in the Notes to the Financial Statements.

38. ENERGY CONSERVATION, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS & OUTGO

(A) Conservation of energy:

i. Steps taken / impact on conservation of energy:

The operations of the Company, being financial services related, require normal consumption of electricity. The Company is taking every necessary step to reduce its consumption of energy. At Tata Capital regular Electrical audits as part of Energy Conservation activity are conducted and suggested measures are implemented to achieve and improve energy efficiency. Several Office premises of Tata Capital have been retrofitted with LED lights to conserve electricity, as LED lights consume less electricity as compared to the conventional CFL bulbs. Air Conditioners' temperature across all Tata Capital offices are maintained at the optimum ambient temperature (24-25 degree celsius) resulting into savings of energy and also at some premises outgoing air conditioner duct design has been modified to provide better energy efficiencies.

ii. Steps taken by the Company for utilising alternate sources of energy:

Tata Capital has installed a solar panel at its Thane office which produces close to 750 Watts of energy and which self illuminates and provides power to the garden and security lights on the campus from dusk to dawn. This facility has been handed over to the Lodha Facility team for the day to day operations.

iii. Capital investment on energy conservation equipment:

In view of the nature of the activities carried on by the Company, there is no capital investment on energy conservation equipment.

(B) Technology absorption:

Please refer Point No. 13 on "*Digital Platforms & Analytics*" for technology absorption and digital transformation journey.

(C) Foreign Exchange Earnings and Outgo:

Foreign Exchange earned in terms of actual inflows during the year under review was Rs. 32.70 crore and the Foreign Exchange Outgo during the year under review in terms of actual outflows was Rs. 16.27 crore.

39. ANNUAL RETURN

Pursuant to Section 92(3) read with Section 134(3)(a) of the Act, the Annual Return as on March 31, 2024 is available on the website of the Company at www.tatacapital.com under 'Investor Information & Financials' section.

40. DETAILS PERTAINING TO REMUNERATION AS REQUIRED UNDER SECTION 197(12) OF THE ACT READ WITH RULE 5 OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

A Statement giving the details required under Section 197(12) of the Act, read with Rule 5(1) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, for the year ended March 31, 2024, is annexed as Annexure 'C'.

The details required under Rule 5(2) and Rule 5(3) of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014, for the year ended March 31, 2024, are provided in a separate Annexure forming part of this Report. In terms of the first proviso to Section 136(1) of the Act, the Report and the Accounts, excluding the aforesaid Annexure, are being sent only through electronic mode to all the Members whose e-mail addresses are registered with the Depositories. Any shareholder interested in obtaining a copy of the same may write to the Company Secretary, at the Registered Office of the Company. None of the employees listed in the said Annexure is related to any Director of the Company.

41. TATA CAPITAL LIMITED EMPLOYEE STOCK PURCHASE / OPTION SCHEME

In order to develop and implement a long - term incentive program to effectively attract, motivate and retain the best talent from the industry in a competitive environment, the Company has implemented the Tata Capital Limited Employee Stock Purchase / Option (ESOP) Scheme ("ESOP Scheme"), which has been amended from time to time. For implementation of the ESOP Scheme, the TCL Employee Welfare Trust ("Trust") was set up.

The Trust has entrusted the Nomination and Remuneration Committee ("NRC") of the Board, with powers to effectively administer the ESOP Scheme. In accordance with the ESOP Scheme the NRC, *inter alia*, determines the employees to whom an offer is to be made based on certain performance criteria, the price at which the options can be exercised, the quantum of offer to be made and the terms and conditions for vesting and exercise of the offer.

The disclosure pertaining to ESOPs for FY 2023-24, as required under Rule 12 of the Companies (Share Capital and Debentures) Rules, 2014 is available on the website of the Company at www.tatacapital.com under 'Investor Information & Financials' section.

42. MANAGEMENT DISCUSSION AND ANALYSIS

A detailed analysis of the Company's performance is discussed in the Management Discussion and Analysis Report, which forms part of this Annual Report.

43. CORPORATE GOVERNANCE REPORT

The Corporate Governance Report, with the Practicing Company Secretaries' Certificate thereon, for the year under review prepared in accordance with the Part C of Schedule V of SEBI Listing Regulations and as required under the Master Direction - Reserve Bank of India (Non-Banking Financial Company - Scale Based Regulation) Directions, 2023, forms part of this Annual Report. Further, the additional disclosure requirements for NBFCs in accordance with the aforesaid RBI Directions forms part of the Corporate Governance Report.

44. SECRETARIAL STANDARDS

The Company is in compliance with SS - 1 i.e. Secretarial Standard on Meetings of the Board of Directors and SS - 2 i.e. Secretarial Standard on General Meetings issued by the Institute of Company Secretaries of India.

45. UNCLAIMED AMOUNT

During FY 2023-24, no amount was required to be transferred to the Investor Education and Protection Fund. Further, pursuant to the Investor Education and Protection Fund Authority (Accounting, Audit, Transfer and Refund) Rules, 2016 ("Rules"), Ms. Sarita Kamath, Head - Legal & Compliance and Company Secretary, has been appointed as the Nodal Officer of the Company, for the purpose of verification of claims and co-ordination with the IEPF Authority. The contact details of Persons handling Investor Grievance are available on the website of the Company at www.tatacapital.com under 'Investor Information & Financials' section.

46. GREEN INITIATIVE

Section 136 of the Act and the Rules framed thereunder allows the Company to send its Financial Statements by electronic mode to such Members whose shareholding is in dematerialized format and whose email addresses are registered with the Depositories for communication purposes. Members who have not registered their email address with the Depositories are requested to register the same. Further, in accordance with the Circular No. 20/2020 dated May 05, 2020 read with General Circular No. 21/2021 dated December 14, 2021, General Circular No. 02/2022 dated May 05, 2022, General Circular No.11/2022 dated December 28, 2022 and General Circular No. 09/2023 dated September 25, 2023 issued by the Ministry of Corporate Affairs, the Notice of the AGM including the Annual Report of the Company is being sent only through electronic mode to all the Members whose e-mail addresses are registered with the Depositories. A copy of this Annual Report is also available on the website of the Company, www.tatacapital.com under 'Investor Information & Financials' section.

47. ACKNOWLEDGEMENTS

The Directors would like to place on record their gratitude for the valuable guidance and support received from the RBI, NHB, SEBI, IRDA, Registrar of Companies, MAS, Financial Conduct Authority, UK and other Government and Regulatory agencies and to convey their appreciation to Tata Sons Private Limited (the holding company), the members, customers, bankers, lenders, vendors and all other business associates for the continuous support given by them to Tata Capital. The Directors also place on record their appreciation for all the employees of Tata Capital for their commitment, team work, professionalism and the resilience and dedication demonstrated by them during the year under review.

For and on behalf of the Board of Directors

Saurabh Agrawal
Chairman
DIN: 02144558

Mumbai
June 11, 2024

Annexure A

ANNUAL REPORT ON CORPORATE SOCIAL RESPONSIBILITY ("CSR") ACTIVITIES

1. Brief outline on CSR Policy of the Company:

Tata Capital's purpose is to be a "Responsible Financial Partner fulfilling India's Aspirations." The Company has always upheld the Tata Group values while conducting business consciously to respect social and environmental aspirations of the communities we serve.

The Company's CSR vision is to establish a collaborative and inclusive approach for social and environmental development initiatives, fostering shared value for the broader community, aligned with the core purpose of the Tata Group.

The Company's CSR mission is to enhance the well-being of the community, particularly marginalized social and economic groups, by creating a lasting, measurable and positive influence through projects primarily focused on *Climate Action, Healthcare and Education & Skill Development*. The Company shall also make a conscious endeavour to encourage its employees, partners and customers to foster a sense of commitment towards social and environmental causes.

For details of the CSR Policy alongwith projects and programs, kindly refer to https://www.tatacapital.com/content/dam/tata-capital/pdf/tcl/TCL-CSR%20Policy.pdf.

2. Composition of CSR Committee:

Sl. No.	Name of Director	Designation / Nature of Directorship	Number of meetings of CSR Committee held during the year	Number of meetings of CSR Committee attended during the year
1.	Mr. Saurabh Agrawal, Chairman	Non-Executive Director	1	1
2.	Mr. F. N. Subedar	Non-Executive Director	1	-
3.	Ms. Malvika Sinha	Independent Director	1	1
4.	Ms. Aarthi Subramanian	Non-Executive Director	1	1
5.	Mr. V. S. Radhakrishnan	Independent Director	-	-
6.	Mr. Rajiv Sabharwal	Managing Director & CEO	1	1

Note: Pursuant to reconstitution of CSR Committee with effect from January 1, 2024, Mr. F. N. Subedar, Ms. Malvika Sinha and Ms. Aarthi Subramanian ceased to be Member of CSR Committee and Mr. V. S. Radhakrishnan was appointed as a Member of CSR Committee.

3. Provide the web-link(s) where Composition of CSR Committee, CSR Policy and CSR Projects approved by the Board are disclosed on the website of the Company:

Composition of CSR Committee:
https://www.tatacapital.com/content/dam/tata-capital/pdf/footer/TCL_Committees%27%20Composition.pdf

CSR Policy and CSR projects approved by the Board:
https://www.tatacapital.com/content/dam/tata-capital/pdf/footer/TCL-CSR%20Policy.pdf.

4. **Provide the executive summary along with web-link(s) of Impact Assessment of CSR Projects carried out in pursuance of sub-rule (3) of rule 8, if applicable:**

During the reporting year, the Company carried out impact assessment study for:

- ProAspire, a skill development programme, implemented with Tata Strive aimed to train, certify and gainfully place youth from underserved communities as business development executives in the finance sector. The objective of the study was to assess the impact created as a result of improvement in skill set and employment opportunity, calculate the ROI of the programme and evaluate the process of implementation.

- The Tata Capital Aarogyatara program, in partnership with Akhand Jyoti Eye Hospital aims to eradicate curable blindness in rural and vulnerable communities. The objective of the study was to evaluate the impact and improve the processes of the Aarogyatara programme in achieving its goals. The project is implemented by Tata Capital Limited and its subsidiary Tata Capital Housing Finance Limited.

- Infrastructure projects completed as part of Covid response and towards other medical and healthcare support.

The impact assessment studies were carried out by an independent third-party agency, Sattva Consulting. The impact assessment reports are available on the Company's website at https://www.tatacapital.com/about-us/investor-information-and-financials.html.

5. (a) **Average Net Profit of the Company as per sub-section (5) of Section 135:**

Financial Year	Net Profit (net of dividend)
FY 2020-21	10,31,61,56,390
FY 2021-22	15,70,90,34,529
FY 2022-23	31,61,23,33,722
Average Net Profit*	**19,21,25,08,213**

*The average Net Profit is summation of net profit, in accordance with sub-section (5) of Section 135 of the erstwhile Tata Capital Financial Services Limited ("TCFSL"), erstwhile Tata Cleantech Capital Limited ("TCCL") and Tata Capital Limited ("TCL"), pursuant to Scheme of Arrangement for amalgamation of TCFSL and TCCL with TCL.

(b) Two percent of average Net Profit of the Company as per sub-section (5) of Section 135:

Rs. 38,42,50,164.

(c) Surplus arising out of the CSR Projects or programmes or activities of the previous financial years: Nil

(d) Amount required to be set-off for the financial year, if any: Nil

(e) Total CSR obligation for the financial year [(b)+(c)-(d)]: Rs. 38,42,50,164.

6. **(a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project):** Rs. 38,02,82,990.

(b) Amount spent in Administrative Overheads: Rs. 24,46,073.

(c) Amount spent on Impact Assessment, if applicable: Rs. 17,70,937.

(d) Total amount spent for the Financial Year [(a)+(b)+(c)]: Rs. 38,45,00,000.

(e) CSR amount spent or unspent for the Financial Year

Total Amount Spent for the Financial Year (in Rs.)	Amount Unspent (in Rs.)				
	Total Amount transferred to Unspent CSR Account as per sub-section (6) of Section 135.		Amount transferred to any fund specified under Schedule VII as per second proviso to sub-section (5) of Section 135.		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
38,45,00,000	NA	NA	NA	NA	NA

(f) Excess amount for set-off, if any:

Sr. No.	Particular	Amount (in Rs.)
(1)	(2)	(3)
(i)	Two percent of average net profit of the Company as per sub-section (5) of Section 135	38,42,50,164
(ii)	Total amount spent for the Financial Year	38,45,00,000
(iii)	Excess amount spent for the Financial Year [(ii)-(i)]	2,49,836
(iv)	Surplus arising out of the CSR projects or programmes or activities of the previous Financial Years, if any	NA
(v)	Amount available for set off in succeeding Financial Years [(iii)-(iv)]	2,49,836

7. Details of Unspent Corporate Social Responsibility amount for the preceding three Financial Years: Not Applicable

1	2	3	4	5	6		7	8
Sr. No.	Preceding Financial Year(s)	Amount transferred to Unspent CSR Account under sub-section (6) of Section 135 (in Rs.)	Balance Amount in Unspent CSR Account under sub-section (6) of Section 135 (in Rs.)	Amount Spent in the Financial Year (in Rs.)	Amount transferred to a Fund as specified under Schedule VII as per second proviso to sub- section (5) of Section 135, if any		Amount remaining to be spent in succeeding Financial Years (in Rs.)	Deficiency, if any
					Amount (in Rs.)	Date of Transfer		
Not Applicable								

8. Whether any capital assets have been created or acquired through Corporate Social Responsibility amount spent in the Financial Year:

38

o **Yes** o ~~No~~

If Yes, enter the number of Capital assets created / acquired.

Furnish the details relating to such asset(s) so created or acquired through Corporate Social Responsibility amount spent in the Financial Year:

Sr. No.	Short particulars of the property or asset(s) [including complete address and location of the property]	Pincode of the property or asset(s)	Date of creation	Amount of CSR amount spent	Details of entity / Authority / beneficiary of the registered owner		
(1)	(2)	(3)	(4)	(5)	(6)		
					CSR Registration Number, if applicable	Name	Registered address
1	Sant Monika Saur Oorja Samiti, Community Managed Solar Micro Grid of 6.5 kWp capacity, Village Baghdega Tongaritoli, Baghdega Panchayat, Kersai Block, Pin 835223	835223	30-Oct-23	12,35,224.77	CSR00000421 (Transform Rural India Foundation)	Sant Monika Saur Oorja Samiti, Baghdega Tongartoli	Village Baghdega Tongaritoli, Baghdega Panchayat, Kersai Block, Pin 835223
2	Shweta Saur Oorja Samiti Community Managed Solar Micro Grid of 9.8 kWp capacity, Village Dodapani Dipatoli, Panchayat Gariyajor Block Kurdeg, Pin 835212	835212	02-Nov-23	19,90,595.67	CSR00000421 (Transform Rural India Foundation)	Shweta Saur Oorja Samiti, Dodapani Dipatoli	Village Dodapani Dipatoli, Panchayat Gariyajor Block Kurdeg, Pin 835212
3	Hari Om Saur Oorja Samiti Community Managed Solar Micro Grid of 4.9 kWp capacity, Village Kasdega Baliyadih, Panchayat Dumardih, Block Kurdeg, Pin 835212	835212	03-Nov-23	9,86,752.09	CSR00000421 (Transform Rural India Foundation)	Hari Om Saur Oorja Samiti, Dumardih	Village Kasdega Baliyadih, Panchayat Dumardih, Block Kurdeg, Pin 835212
4	Bhim Saur Oorja Samiti, Community Managed Solar Micro Grid of 8.2 kWp capacity, Village Ghatiamba, Panchayat Gariyajor Block Kurdeg, Pin 835212	835212	05-Nov-23	17,82,873.00	CSR00000421 (Transform Rural India Foundation)	Bhim Saur Oorja Samiti, Ghatiamba	Village Ghatiamba, Panchayat Gariyajor Block Kurdeg, Pin 835212
5	Jwalit Saur Oorja Samiti, Community Managed Solar Micro Grid of 8.2 kWp capacity, Village Kinkel Paharkona, Kinkel Panchayat, Kersai Block, Pin 835223	835223	06-Nov-23	25,78,128.91	CSR00000421 (Transform Rural India Foundation)	Jwalit Saur Oorja Samiti, Kinkel Paharkona	Village Kinkel Paharkona, Kinkel Panchayat, Kersai Block, Pin 835223

6	Jeevan Saur Oorja Samiti, Community Managed Solar Micro Grid of 8.2 kWp capacity, Village Cheranaga, Panchayat Gariyajor Block Kurdeg, Pin 835212	835212	07-Nov-23	17,17,673.00	CSR00000421 (Transform Rural India Foundation)	Jeevan Saur Oorja Samiti, Cheranaga	Village Cheranaga, Panchayat Gariyajor Block Kurdeg, Pin 835212
7	Jwala Saur Oorja Samiti, Community Managed Solar Micro Grid of 4.9 kWp capacity, Village Hethama Pahartoli, Panchayat Hethma Block Kurdeg, Pin 835212	835212	08-Nov-23	10,94,145.98	CSR00000421 (Transform Rural India Foundation)	Jwala Saur Oorja Samiti, Hethama Pahartoli	Village Hethama Pahartoli, Panchayat Hethma Block Kurdeg, Pin 835212
8	Dipti Saur Oorja Samiti, Community Managed Solar Micro Grid of 4.9 kWp capacity, Village Jhiripani, Panchayat Gariyajor Block Kurdeg, Pin 835212	835212	09-Nov-23	10,19,352.09	CSR00000421 (Transform Rural India Foundation)	Dipti Saur Oorja Samiti, Pahartoli	Village Jhiripani, Panchayat Gariyajor Block Kurdeg, Pin 835212
9	Prabhat Saur Oorja Samiti, Community Managed Solar Micro Grid of 18.0 kWp capacity, Village Dodapani Khash, Panchayat Gariyajor Block Kurdeg, Pin 835212	835212	10-Nov-23	39,15,558.85	CSR00000421 (Transform Rural India Foundation)	Prabhat Saur Oorja Samiti, Dodapani	Village Dodapani Khash, Panchayat Gariyajor Block Kurdeg, Pin 835212
10	Prakashit Saur Oorja Samiti, Community Managed Solar Micro Grid of 18.0 kWp capacity, Village Bakikona, Kinkel Panchayat, Kersai Block, Pin 835223	835223	11-Nov-23	50,90,046.43	CSR00000421 (Transform Rural India Foundation)	Prakashit Saur Oorja Samiti, Bakikona	Village Bakikona, Kinkel Panchayat, Kersai Block, Pin 835223
11	Roshan Saur Oorja Samiti, Community Managed Solar Micro Grid of 8.2 kWp capacity, Village Domrabandh, Kinkel Panchayat, Kersai Block, Pin 835223	835223	11-Nov-23	22,30,844.84	CSR00000421 (Transform Rural India Foundation)	Roshan Saur Oorja Samiti, Domrabandh	Village Domrabandh, Kinkel Panchayat, Kersai Block, Pin 835223
12	Diya Saur Oorja Samiti, Community Managed Solar Micro Grid of 8.2 kWp capacity, Village Karamtoli, Kinkel Panchayat, Kersai Block, Pin 835223	835223	11-Nov-23	19,94,633.92	CSR00000421 (Transform Rural India Foundation)	Diya Saur Oorja Samiti, Karamtoli	Village Karamtoli, Kinkel Panchayat, Kersai Block, Pin 835223
13	Suraj Saur Oorja Samiti, Community Managed Solar Micro Grid of 19.6 kWp capacity, Village Dhangari Nacha, Panchayat Gariyajor Block Kurdeg, Pin 835212	835212	09-Dec-23	46,80,230.22	CSR00000421 (Transform Rural India Foundation)	Suraj Saur Oorja Samiti, Dhangari Nacha	Village Dhangari Nacha, Panchayat Gariyajor Block Kurdeg, Pin 835212

14	Jewan Jyoti Saur Oorja Samiti, Community Managed Solar Micro Grid of 5.0 kWp capacity, Village Sarhapani, Panchayat Purvi Tainser, Block Kersai, Pin 835223	835223	09-Feb-24	11,14,640.43	CSR00000421 (Transform Rural India Foundation)	Jewan Jyoti Saur Oorja Samiti, Sarhapani	Village Sarhapani, Panchayat Purvi Tainser, Block Kersai, Pin 835223
15	Asha Saur Oorja Samiti, Community Managed Solar Micro Grid of 6.6 kWp capacity, Village Dholkitoli, Panchayat Purvi Tainser, Block Kersai, Pin 835223	835223	12-Feb-24	14,90,394.15	CSR00000421 (Transform Rural India Foundation)	Asha Saur Oorja Samiti, Dholkitoli	Village Dholkitoli, Panchayat Purvi Tainser, Block Kersai, Pin 835223
16	Tara Saur Oorja Sami, Community Managed Solar Micro Grid of 8.3 kWp capacity, Village Balapani, Panchayat Pachimi Tainser, Block Kersai, Pin 835223	835223	12-Jan-24	26,69,553.79	CSR00000421 (Transform Rural India Foundation)	Tara Saur Oorja Samiti, Balapani	Village Balapani, Panchayat Pachimi Tainser, Block Kersai, Pin 835223
17	Roshani Saur Oorja Sami, Community Managed Solar Micro Grid of 8.3 kWp capacity, Village Machiyaghat, Panchayat Pachimi Tainser, Block Kersai, Pin 835223	835223	27-Jan-24	19,69,071.02	CSR00000421 (Transform Rural India Foundation)	Roshani Saur Oorja Samiti, Machiyaghat	Village Machiyaghat, Panchayat Pachimi Tainser, Block Kersai, Pin 835223
18	Anjali Saur Oorja Samiti, Community Managed Solar Micro Grid of 8.3 kWp capacity, Village Mudiyadih Tangratoli, Panchayat Purvi Tainser, Block Kersai, Pin 835223	835223	02-Feb-24	19,80,900.28	CSR00000421 (Transform Rural India Foundation)	Anjali Saur Oorja Samiti, Mudiyadih Tangratoli	Village Mudiyadih Tangratoli, Panchayat Purvi Tainser, Block Kersai, Pin 835223
19	Maa Maryam Saur Oorja Samiti, Community Managed Solar Micro Grid of 9.9 kWp capacity, Village Mudiyadih Lalkatoli, Panchayat Purvi Tainser, Block Kersai, Pin 835223	835223	12-Feb-24	25,44,756.40	CSR00000421 (Transform Rural India Foundation)	Maa Maryam Saur Oorja Samiti, Mudiyadih Lalkatoli	Village Mudiyadih Lalkatoli, Panchayat Purvi Tainser, Block Kersai, Pin 835223
20	Ujjawal Saur Oorja Samiti,Community Managed Solar Micro Grid of 9.9 kWp capacity VillageTinatoli, Panchayat Purvi Tainser, Block Kersai, Pin 835223	835223	12-Feb-24	20,76,013.81	CSR00000421 (Transform Rural India Foundation)	Ujjawal Saur Oorja Samiti, Tinatoli	Village Tinatoli, Panchayat Purvi Tainser, Block Kersai, Pin 835223
21	Godwana Saur Oorja Samiti,Community Managed Solar Micro Grid of 9.9 kWp capacity, Village Runghudera, Panchayat Pachimi Tainser, Block Kersai, Pin 835223	835223	17-Jan-24	27,36,538.07	CSR00000421 (Transform Rural India Foundation)	Godwana Saur Oorja Samiti, Runghudera	Village Runghudera, Panchayat Pachimi Tainser, Block Kersai, Pin 835223

22	Sitara Saur Oorja Samiti, Community Managed Solar Micro Grid of 9.9 kWp capacity, Village Amkani, Panchayat Pachimi Tainser, Block Kersai, Pin 835223	835223	29-Jan-24	22,09,301.59	CSR00000421 (Transform Rural India Foundation)	Sitara Saur Oorja Samiti, Amkani	Village Amkani, Panchayat Pachimi Tainser, Block Kersai, Pin 835223
23	Nirmal Saur Oorja Samiti, Community Managed Solar Micro Grid of 14.3 kWp capacity, Village Lukaltoli, Panchayat Purvi Tainser, Block Kersai, Pin 835223	835223	06-Feb-24	30,43,188.37	CSR00000421 (Transform Rural India Foundation)	Nirmal Saur Oorja Samiti, Lukaltoli	Village Lukaltoli, Panchayat Purvi Tainser, Block Kersai, Pin 835223
24	Uday Saur Oorja Samiti, Community Managed Solar Micro Grid of 18.2 kWp capacity, Village Ghutbahar, Panchayat Purvi Tainser, Block Kersai, Pin 835223	835223	28-Jan-24	38,19,911.68	CSR00000421 (Transform Rural India Foundation)	Uday Saur Oorja Samiti, Ghutabahar	Village Ghutbahar, Panchayat Purvi Tainser, Block Kersai, Pin 835223
25	Patar Saur Oorja Samiti, Community Managed Solar Micro Grid of 24.2 kWp capacity, Village Bondobari, Panchayat Purvi Tainser, Block Kersai, Pin 835223	835223	12-Feb-24	56,04,244.77	CSR00000421 (Transform Rural India Foundation)	Patar Saur Oorja Samiti, Bondobari	Village Bondobari, Panchayat Purvi Tainser, Block Kersai, Pin 835223
26	Ujala Saur Oorja Samiti, Community Managed Solar Micro Grid of 5.5 kWp capacity, Village Jitu toli, Panchayat Malsada, Block Bolba, Pin 835226	835226	19-Mar-24	11,02,133.15	CSR00000421 (Transform Rural India Foundation)	Ujala Saur Oorja Samiti, Malsada	Village Jitu toli, Panchayat Malsada, Block Bolba, Pin 835226
27	Prakashit Saur Oorja Samiti, Community Managed Solar Micro Grid of 6.6 kWp capacity, Village Sarlatoli, Panchayat Pidiyapoch, Block Bolba, Pin 835226	835226	11-Mar-24	18,17,698.96	CSR00000421 (Transform Rural India Foundation)	Prakashit Saur Oorja Samiti, Sarlatoli	Village Sarlatoli, Panchayat Pidiyapoch, Block Bolba, Pin 835226
28	Injot Saur Oorja Samiti, Community Managed Solar Micro Grid of 6.6 kWp capacity, Village Raijdekha Muthutoli, Panchayat Malsada, Block Bolba, Pin 835226	835226	12-Mar-24	15,14,052.67	CSR00000421 (Transform Rural India Foundation)	Injot Saur Oorja Samiti, Raijdekha	Village Raijdekha Muthutoli, Panchayat Malsada, Block Bolba, Pin 835226
29	Roshan Saur Oorja Samiti, Community Managed Solar Micro Grid of 6.6 kWp capacity, Village Purna Girjatoli, Panchayat Malsada, Block Bolba, Pin 835226	835226	12-Mar-24	14,33,344.15	CSR00000421 (Transform Rural India Foundation)	Roshan Saur Oorja Samiti, Makdi Purna Girjatoli	Village Purna Girjatoli, Panchayat Malsada, Block Bolba, Pin 835226

30	Chamak Saur Oorja Samiti, Community Managed Solar Micro Grid of 6.6 kWp capacity, Village Chamadaand, Panchayat Samsera, Block Bolba, Pin 835226	835226	13-Mar-24	15,60,717.29	CSR00000421 (Transform Rural India Foundation)	Chamak Saur Oorja Samiti, Chamadaand	Village Chamadaand, Panchayat Samsera, Block Bolba, Pin 835226
31	Surya Saur Oorja Samiti, Community Managed Solar Micro Grid of 6.6 kWp capacity, Village Ganjhutoli, Panchayat Pidiyapoch, Block Bolba, Pin 835226	835226	11-Mar-24	15,62,952.67	CSR00000421 (Transform Rural India Foundation)	Surya Saur Oorja Samiti, Ganjhutoli	Village Ganjhutoli, Panchayat Pidiyapoch, Block Bolba, Pin 835226
32	Ujala Saur Oorja Samiti, Community Managed Solar Micro Grid of 9.9 kWp capacity, Village Basartoli, Panchayat Kadopani, Block Bolba, Pin 835226	835226	16-Mar-24	24,24,741.77	CSR00000421 (Transform Rural India Foundation)	Ujala Saur Oorja Samiti, Basartoli	Village Basartoli, Panchayat Kadopani, Block Bolba, Pin 835226
33	Guru Saur Oorja Samiti, Community Managed Solar Micro Grid of 9.9 kWp capacity, Village Laxmantoli, Panchayat Samsera, Block Bolba, Pin 835226	835226	15-Mar-24	25,48,435.66	CSR00000421 (Transform Rural India Foundation)	Guru Saur Oorja Samiti, Laxamntoli	Village Laxmantoli, Panchayat Samsera, Block Bolba, Pin 835226
34	Injot Saur Oorja Samiti, Community Managed Solar Micro Grid of 9.9 kWp capacity, Village Chandaritoli, Panchayat Malsada, Block Bolba, Pin 835226	835226	11-Mar-24	27,78,731.96	CSR00000421 (Transform Rural India Foundation)	Injot Saur Oorja Samiti, Chadritoli	Village Chandaritoli, Panchayat Malsada, Block Bolba, Pin 835226
35	Ishwariya Saur Oorja Samiti, Community Managed Solar Micro Grid of 9.9 kWp capacity, Village Bandatoli, Panchayat Malsada, Block Bolba, Pin 835226	835226	12-Mar-24	21,61,193.07	CSR00000421 (Transform Rural India Foundation)	Ishwariya Saur Oorja Samiti, Bandatoli	Village Bandatoli, Panchayat Malsada, Block Bolba, Pin 835226
36	Prakash Saur Oorja Samiti, Community Managed Solar Micro Grid of 19.8 kWp capacity, Village Churichokha Purvi, Panchayat Kadopani, Block Bolba, Pin 835226	835226	19-Mar-24	44,59,353.18	CSR00000421 (Transform Rural India Foundation)	Prakash Saur Oorja Samiti, Churichoka Purvi	Village Churichokha Purvi, Panchayat Kadopani, Block Bolba, Pin 835226
37	Jyoti Saur Saur Oorja Samiti Community Managed Solar Micro Grid of 19.8 kWp capacity, Village Churichokha Paschimi, Panchayat Kadopani, Block Bolba, Pin 835226	835226	20-Mar-24	51,62,071.33	CSR00000421 (Transform Rural India Foundation)	Jyoti Saur Saur Oorja Samiti, Churichoka Paschimi	Village Churichokha Paschimi, Panchayat Kadopani, Block Bolba, Pin 835226

38	Mobile van consisting of Allengers, Analog, Mammography machine with required accessories and Fujifilm cassette reader	400066	18-Mar-24	35,40,000.00	CSR00004730 (MOC Cancer Care Foundation)	MOC Cancer Care Foundation	1st Floor, Khodiyar Apartment, Daulat Nagar, Road No 6, close to Sudhir Phadke Flyover, Borivali (East) - 400066
	Total			**9,36,39,999.99**			

(All the fields should be captured as appearing in the revenue record, flat no, house no, Municipal Office / Municipal Corporation / Gram panchayat are to be specified and also the area of the immovable property as well as boundaries).

9. **Specify the reason(s), if the Company has failed to spend two per cent of the average Net Profit as per sub- section (5) of Section 135.:** Not Applicable

Saurabh Agrawal
Chairman, CSR Committee
Non-Executive Director
DIN : 02144558

V. S. Radhakrishnan
Member, CSR Committee
Independent Director
DIN: 08064705

Rajiv Sabharwal
Member, CSR Committee
Managing Director & CEO
DIN: 00057333

Annexure B

FORM No. MR-3
SECRETARIAL AUDIT REPORT
FOR THE FINANCIAL YEAR ENDED MARCH 31, 2024
(Pursuant to Section 204(1) of the Companies Act, 2013 and Rule No. 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014)

To,
The Members,
Tata Capital Limited

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by Tata Capital Limited (hereinafter called the "Company"/ "TCL"). Secretarial Audit was conducted in a manner that provided us a reasonable basis for evaluating the corporate conducts / statutory compliances and expressing our opinion thereon.

Based on our verification of the Company's books, papers, minute books, forms and returns filed and other records maintained by the Company, to the extent the information provided by the Company, its officers, agents and authorised representatives during the conduct of Secretarial Audit, the explanations and clarifications given to us and the representations made by the Management and considering the relaxations granted by the Ministry of Corporate Affairs and Securities and Exchange Board of India, we hereby report that in our opinion, the Company has, during the audit period covering the financial year ended on March 31, 2024 generally complied with the statutory provisions listed hereunder and also that the Company has proper Board processes and compliance mechanism in place to the extent, in the manner and subject to the reporting made hereinafter:

We have examined the books, papers, minute books, forms and returns filed and other records made available to us and maintained by the Company for the financial year ended on March 31, 2024 according to the provisions of:

(i) The Companies Act, 2013 (the "Act") and the rules made thereunder;

(ii) The Securities Contract (Regulation) Act, 1956 ("SCRA") and the rules made thereunder; (as may be applicable to the Company).

(iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder; (as may be applicable to the Company).

(iv) Foreign Exchange Management Act, 1999 and the rules and regulations made thereunder to the extent of Foreign Direct Investment, Overseas Direct Investment and External Commercial Borrowings; (as may be applicable to the Company).

(v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 ("SEBI Act"), as amended from time to time:

(a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011;

(b) The Securities and Exchange Board of India (Prohibition of Insider Trading) Regulations, 2015;

(c) The Securities and Exchange Board of India (Issue of Capital and Disclosure Requirements) Regulations, 2018 (Not applicable to the Company during the audit period);

(d) The Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021; (Not applicable to the Company during the audit period);

(e) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021;

(f) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act, 2013 and dealing with client; (Not applicable to the Company during the audit period);

(g) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021 (Not applicable to the Company during the audit period); and

(h) The Securities and Exchange Board of India (Buyback of Securities) Regulations, 2018; (Not applicable to the Company during the audit period).

(vi) Other laws applicable specifically to the Company are:

(a) All the Rules, Regulations, Directions, Guidelines and Circulars issued by the Reserve Bank of India, as amended from time to time.

(b) The Securities and Exchange Board of India Act, 1992 and The Securities and Exchange Board of India (Venture Capital Funds) Regulations, 1996, as amended from time to time.

(c) The Securities and Exchange Board of India (Alternative Investment Funds) Regulations, 2012, as amended from time to time.

(d) SEBI Circulars and Guidelines for Mutual Funds issued by the Association of Mutual Funds in India as applicable to the Company as a Mutual Fund Distributor.

(e) The Insurance Act, 1938 and the Insurance Regulatory and Development Authority (Registration of Corporate Agents) Regulations, 2015.

(f) The Prevention of Money-Laundering Act, 2002 and The Prevention of Money Laundering (Maintenance of Records) Rules, 2005.

We have also examined compliance with the applicable clauses of the following:

Secretarial Standards issued by The Institute of Company Secretaries of India with respect to Board and General Meetings.

The Listing Agreements entered into by the Company with the National Stock Exchange of India Limited and BSE Limited with respect to Non-Convertible Debentures issued by the Company read with the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI LODR, 2015").

During the period under review, the Company has generally complied with the provisions of the Act, Rules, Regulations, Guidelines, standards etc.

We further report that:

The Board of Directors of the Company is duly constituted with balance of Executive Directors, Non-Executive Directors and Independent Directors. The changes in the composition of the Board of Directors that took place during the period under review were carried out in compliance with the provisions of the Act.

We report that as regards the compliance of Regulation 15 to 27 of SEBI LODR, 2015 on a comply or explain basis until March 31, 2025, the Company has been providing the necessary explanation in the quarterly compliance report on Corporate Governance submitted to the Stock Exchange under Regulation 27(2)(a) of SEBI LODR, 2015.

Adequate notice was given to all Directors to schedule the Board Meetings, Agenda and detailed notes on Agenda were sent at least seven days in advance for Meetings other than those held at shorter notice, and a system exists for seeking and obtaining further information and clarifications on the agenda items before the meeting and for meaningful participation at the meeting.

As per the minutes, the decisions at the Board Meetings were taken unanimously.

We further report that there are adequate systems and processes in the Company commensurate with the size and operations of the Company to monitor and ensure compliance with applicable laws, rules, regulations and guidelines.

We further report that during the audit period the Company had following events which had bearing on the Company's affairs in pursuance of the above referred laws, rules, regulations, guidelines, standards etc.

1. Offered, issued and allotted 6,13,81,377 Equity Shares of Rs. 10 each on September 29, 2023, at a premium of Rs. 152.90 per Equity Share, aggregating Rs. 999.90 crore, on a 'Rights Basis' to the Equity Shareholders.

2. Offered, issued and allotted 5,32,57,371 Equity Shares of Rs. 10 each on December 29, 2023, at a premium of Rs. 178.40 per Equity Share, aggregating Rs. 1,003 crore, on a 'Rights Basis' to the Equity Shareholders.

3. Issued 14,99,730 Non-Convertible Debentures ("NCDs") for an aggregate amount of Rs. 13,975.80 crore (including partly paid), on a private placement basis.

4. Redeemed 67,451 NCDs for an aggregate amount of Rs. 5,976.55 crore, issued on a private placement basis.

5. Redeemed 1,53,39,499 NCDs for an aggregate amount of Rs. 1,533.95 crore, issued to the public.

6. Consequent to the Put Option exercised by the Cumulative Redeemable Preference Share ("CRPS") holders, the Company has redeemed 27,43,400 CRPS of Rs. 1000 each, aggregating to Rs. 274.34 crore, issued on a private placement basis.

7. Issued 3,44,000 units of Commercial Papers ("CP") for an aggregate amount of Rs. 17,200 crore (Face Value).

8. Redeemed 3,73,600 units of CP for an aggregate amount of Rs. 18,680 crore (Face value).

9. The Company has an Employee Stock Purchase / Option Scheme ("ESOP Scheme") which is implemented through the TCL Employee Welfare Trust ("Trust") to whom the Company had allotted Equity Shares in the past. During the year, the Trust has transferred 1,12,78,788 Equity Shares to the employees of the Company and its subsidiary companies.

10. The Board of Directors of the Company at its meeting held on March 28, 2023, approved a Scheme of Arrangement for the merger of Tata Capital Financial Services Limited ("TCFSL"), a wholly owned subsidiary of the Company and Tata Cleantech Capital Limited ("TCCL"), a subsidiary of the Company with TCL ("the Scheme"), under Sections 230 to 232 read with Section 66 and other applicable provisions of the Act and the Rules made thereunder. The Hon'ble National Company Law Tribunal, Mumbai bench vide its Order dated November 24, 2023 has sanctioned the Scheme. The Scheme has become effective on January 01, 2024 ("Effective Date") and TCFSL & TCCL have merged with the Company from the Effective Date. As per the Scheme, the Appointed Date is April 01, 2023.

In accordance with the No Objection Certificate ("NOC") received from Reserve Bank of India ("RBI") for the Scheme, the Certificate of Registration held by TCFSL and TCCL as Non-Banking Financial Companies ("NBFCs") have been surrendered to RBI. The Company has made an application to RBI for registering as an NBFC-Investment and Credit Company ("ICC") and the Certificate of Registration for the same is awaited. Basis the NOC received from RBI for the Scheme, the Company is operating as an NBFC-ICC.

For **Parikh & Associates**
Company Secretaries

Jigyasa N. Ved
Partner
FCS No: 6488 CP No: 6018
UDIN: F006488F000555762
PR No.: 1129/2021

Place: Mumbai
Date: 11.06.2024

This Report is to be read with our letter of even date which is annexed as Annexure I and forms an integral part of this Report.

‘Annexure I’

To,
The Members
Tata Capital Limited

Our Report of even date is to be read alongwith this letter.

1. Maintenance of Secretarial record is the responsibility of the Management of the Company. Our responsibility is to express an opinion on these Secretarial records based on our audit.

2. We have followed the audit practices and process as were appropriate to obtain reasonable assurance about the correctness of the contents of the Secretarial records. The verification was done on test basis to ensure that correct facts are reflected in Secretarial records. We believe that the process and practices, we followed provide a reasonable basis for our opinion.

3. We have not verified the correctness and appropriateness of financial records and Books of Accounts of the Company.

4. Wherever required, we have obtained the Management Representation about the compliance of laws, rules and regulations and happening of events etc.

5. The compliance of the provisions of Corporate and other applicable laws, rules, regulations, standards is the responsibility of Management. Our examination was limited to the verification of procedure on test basis.

6. The Secretarial Audit report is neither an assurance as to the future viability of the Company nor of the efficacy or effectiveness with which the Management has conducted the affairs of the Company.

For **Parikh & Associates**
Company Secretaries

Jigyasa N. Ved
Partner
FCS No: 6488 CP No: 6018
UDIN: F006488F000555762
PR No.: 1129/2021

Place: Mumbai
Date: 11.06.2024

Annexure C

DETAILS REQUIRED UNDER SECTION 197(12) OF THE ACT READ WITH RULE 5(1) OF THE COMPANIES (APPOINTMENT AND REMUNERATION OF MANAGERIAL PERSONNEL) RULES, 2014

1. The ratio of the remuneration of each Director to the median remuneration of the employees of the Company for the financial year:

The ratio of remuneration of each Director to the median remuneration of the employees of the Company for FY 2023-24 is, as under:

Name of Director(s)	Ratio to Median
Mr. Saurabh Agrawal	0.60:1
Mr. F. N. Subedar[1]	12.43:1
Ms. Varsha Purandare[1]	22.17:1
Mr. V. S. Radhakrishnan[1]	15.75:1
Mr. Mathew Cyriac[2]	7.04:1
Ms. Malvika Sinha[1&2]	13.36:1
Mr. Sujit Varma[3]	-
Ms. Aarthi Subramanian	1.23:1
Mr. Rajiv Sabharwal	256.70:1

[1] For the purpose of calculating the ratio to median, sitting fees paid and commission payable in capacity as Directors of erstwhile Tata Capital Financial Services Limited ("TCFSL") and/or erstwhile Tata Cleantech Capital Limited ("TCCL") which have merged with the Company, has also been considered.

[2] Ms. Malvika Sinha and Mr. Mathew Cyriac ceased to be an Independent Directors of the Company with effect from April 1, 2024 and May 7, 2024, respectively.

[3] Mr. Sujit Varma was appointed as an Independent Director of the Company, with effect from January 1, 2024 and hence, ratio of his remuneration to the median remuneration of the employees, has not been computed.

Note: Remuneration does not include the value of the Long Term Incentive Plan.

2. The percentage increase in remuneration of each Director, Chief Financial Officer, Chief Executive Officer, Company Secretary, or Manager, if any, in the financial year:

The percentage increase / decrease in the remuneration of the Directors for FY 2023-24:

Name of Director(s)	% increase in Remuneration
Mr. Saurabh Agrawal	-15.79%
Mr. F. N. Subedar[1]	-2.54%
Ms. Varsha Purandare[1]	10.54%
Mr. V. S. Radhakrishnan[2]	-
Mr. Mathew Cyriac[2]	-
Ms. Malvika Sinha[1]	-1.63%
Mr. Sujit Varma[3]	-
Ms. Aarthi Subramanian	Nil
Mr. Rajiv Sabharwal	8%

[1] *Only sitting fees paid and commission payable in their capacity as Directors of TCL has been considered.*

[2] *Mr. Mathew Cyriac and Mr. V. S. Radhakrishnan were appointed as an Independent Directors of the Company with effect from March 30, 2023, hence, the percentage increase / decrease in their remuneration, has not been computed. Further, Mr. Mathew Cyriac has ceased to be an Independent Director of the Company with effect from May 7, 2024.*

[3] *Mr. Sujit Varma was appointed as an Independent Director of the Company, with effect from January 1, 2024, hence, the percentage increase / decrease in his remuneration, has not been computed.*

The percentage increase / decrease in the remuneration of Chief Financial Officer and Company Secretary for FY 2023-24:

Name of Key Managerial Personnel(s)	% increase in Remuneration
Mr. Rakesh Bhatia	16%
Ms. Sarita Kamath	14%

3. The percentage increase in the median remuneration of employees in the financial year:

Please refer Note 1.

4. The number of permanent employees on the rolls of the Company:

The permanent employees on the rolls of the Company as on March 31, 2024, were 8,729 (includes the employees of erstwhile TCFSL and erstwhile TCCL).

5. Average percentile increase already made in the salaries of employees other than the managerial personnel in the last financial year and its comparison with the percentile increase in the managerial remuneration and justification thereof and point out if there are any exceptional circumstances for increase in the managerial remuneration:

Please refer Note 1.

6. Affirmation that the remuneration is as per the Remuneration Policy of the Company:

It is affirmed that the remuneration paid is as per the Remuneration Policy adopted by the Company.

Note:

1. *Pursuant to the Scheme of Arrangement for amalgamation of TCFSL and TCCL with the Company becoming effective from January 1, 2024, all the employees of erstwhile TCFSL and erstwhile TCCL have become the employees of the Company. Hence, the remuneration details of the employees for FY 2023-24 are not comparable with FY 2022-23 and not provided.*

CORPORATE GOVERNANCE REPORT

1. Company's Philosophy on Corporate Governance

The Company recognises its role as a corporate citizen and endeavours to adopt the best practices and the highest standards of corporate governance through transparency in business ethics, accountability to its customers, investors, regulators and other stakeholders. The Company's activities are carried out in accordance with good corporate practices and the Company is constantly striving to better these standards by adopting best practices.

The Company believes that governance practices enable the Management to direct and control the affairs of the Company in an efficient manner and to achieve the Company's goal of maximising value for all its stakeholders. The Company will continue to focus its resources, strengths and strategies to achieve its vision, while upholding the core values of transparency, integrity, honesty and accountability, which are fundamental to Tata companies.

As a part of the Tata Group, Tata Capital has a strong legacy of fair, transparent and ethical governance practices. The Corporate Governance philosophy is further strengthened by adherence to the Tata Business Excellence Model ("TBEM") as a means to drive excellence; the Key Performance Metrics for tracking progress on long-term strategic objectives; and following the Tata Code of Conduct ("TCOC"), which articulates the values, ethics and business principles and serves as a guide to the Company, its Directors and employees, supplemented with an appropriate mechanism to report any concern pertaining to non-adherence to the TCOC. In addition, the Company has adopted a Vigil Mechanism, an Affirmative Action Policy, a Policy against Sexual Harassment at the Workplace, a Fit and Proper Policy for ascertaining the fit and proper criteria for the Directors at the time of appointment and on a continuing basis, a Policy on Board Diversity and Director Attributes, a Code of Conduct for Non-Executive Directors, an Occupational Health and Safety Management System, Anti-Bribery and Anti-Corruption ("ABAC") Policy and a Whistle Blower Policy.

The Company has signed the Tata Brand Equity and Business Promotion ("BEBP") Agreement with Tata Sons Private Limited for subscribing to the TATA BEBP Scheme.

2. Board of Directors

a) As on March 31, 2024, the Company had 9 (Nine) Directors. Out of the 9 (Nine), 5 (Five) were Independent, Non-Executive Directors; 3 (Three) were Non-Independent, Non-Executive Directors ("NEDs") and 1 (One) is an Executive Director. However, as on date of this Report, the Company has 8 (Eight) Directors. Out of the 8 (Eight), 4 (Four) are Independent, Non-Executive Directors; 3 (Three) are Non-Independent, Non-Executive Directors and 1 (One) is an Executive Director. The profile of Directors is available on the Company's website www.tatacapital.com.

b) None of the Directors on the Board holds Directorship in more than 7 (Seven) equity listed companies. Further, none of the Independent Directors ("IDs") of the Company serves as an ID in more than 7 (Seven) equity listed companies. None of the IDs serves as a whole-time director / managing director in any listed entity. None of the Directors holds directorship in more than 20 (Twenty) Indian companies, with not more than 10 (Ten) public limited companies. None of the Directors is a member of more than 10 committees or acts as chairperson of more than 5 (Five) committees (being Audit Committee and Stakeholders Relationship Committee, as per Regulation 26(1) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), 2015 ("SEBI Listing Regulations") across all the public limited companies in which he / she is a Director. Necessary disclosures regarding Committee positions in other public companies as on March 31, 2024 have been made by the Directors. None of the Directors are related to each other.

c) IDs are NEDs as defined under Regulation 16(1)(b) of the SEBI Listing Regulations read with Section 149(6) of the Companies Act, 2013 ("Act") alongwith Rules framed thereunder. In terms of Regulation 25(8) of SEBI Listing Regulations, IDs have confirmed that they are not aware of any circumstance or situation which exists or may be reasonably anticipated that could impair or impact their ability to discharge their duties. Based on the declarations received from the IDs, the Board of Directors has confirmed that they meet the criteria of independence as mentioned under Section 149 of the Act and Regulation 16(1)(b) of the SEBI Listing Regulations and that

they are independent of the management. Further, the IDs have included their names in the data bank of Independent Directors maintained with the Indian Institute of Corporate Affairs in terms of Section 150 of the Act read with Rule 6 of the Companies (Appointment & Qualification of Directors) Rules, 2014.

d) 10 (Ten) Board Meetings were held during the year under review and the gap between two meetings did not exceed one hundred and twenty days. The said meetings were held on: April 14, 2023, April 27, 2023, May 22, 2023, June 5, 2023, August 7, 2023, September 8, 2023, October 27, 2023, December 13, 2023, February 13, 2024, and March 21, 2024. The necessary quorum was present for all the meetings.

e) The names and categories of the Directors on the Board, their attendance at Board Meetings held during the year under review and at the last Annual General Meeting ("AGM"), name of other listed entities in which the Director is a director and the number of Directorships and Committee Chairpersonships / Memberships held by them in other public limited companies as on March 31, 2024 and list of core skills / expertise / competencies identified by the Board of Directors are given herein below:

Table 1: Number of Board Meetings attended, attendance of last AGM, Directorship, Committee Chairpersonship / Membership

Name of the Director (DIN)	Category	Number of Board Meetings attended during FY 2023-2024	Whether attended last AGM held on June 28, 2023	Number of Directorships in other Companies		Number of Committee positions held in other Public Companies*	
				Chairperson	Member	Chairperson	Member
Mr. Saurabh Agrawal (Chairman) (02144558) *Director Since*: July 28, 2017	Non - Independent, Non - Executive	10	No	4 (Public) 3 (Others)	7 (Public) 5 (Others)	-	2
Mr. F.N. Subedar (00028428) *Director Since*: March 11, 1997	Non - Independent, Non - Executive	8	Yes	1 (Public) - (Others)	3 (Public) - (Others)	2	3
Ms. Varsha Purandare (05288076) *Director Since*: April 1, 2019	Independent, Non - Executive	10	Yes	- (Public) - (Others)	7 (Public) 1 (Others)	3	6
Ms. Malvika Sinha[$] (08373142) *Director Since*: April 1, 2021	Independent, Non - Executive	10	Yes	- (Public) - (Others)	5 (Public) - (Others)	-	5
Mr. V. S. Radhakrishnan (08064705) *Director Since*: March 30, 2023	Independent, Non - Executive	10	No	- (Public) - (Others)	2 (Public) 1 (Others)	-	1
Mr. Mathew Cyriac[$$] (01903606) *Director Since*: March 30, 2023	Independent, Non - Executive	10	-	1 (Public) - (Others)	4 (Public) 12 (Others)	2	6

Name of the Director (DIN)	Category	Number of Board Meetings attended during FY 2023-2024	Whether attended last AGM held on June 28, 2023	Number of Directorships in other Companies		Number of Committee positions held in other Public Companies*	
				Chairperson	Member	Chairperson	Member
Mr. Sujit Varma[$$$] (09075212) *Director Since*: January 1, 2024	Independent, Non - Executive	2	Yes	- (Public) - (Others)	6 (Public) 2 (Others)	3	5
Ms. Aarthi Subramanian (07121802) *Director Since*: October 30, 2017	Non - Independent, Non - Executive	10	Yes	2 (Public) - (Others)	7 (Public) 3 (Others)	-	3
Mr. Rajiv Sabharwal (Managing Director & CEO) (00057333) *Director Since*: April 1, 2018	Non - Independent, Executive	10	Yes	2 (Public) 1 (Others)	2 (Public) 1[%] (Others)	1	1

*Pertains to memberships / chairpersonships of the Audit Committee and Stakeholders' Relationship Committee of Indian public companies (excluding the Company) as per Regulation 26(1)(b) of the SEBI Listing Regulations.

[%]Excludes Directorship in foreign companies.

Table 2: Skills / Expertise / Competencies of Directors

Name of Director	Skills / Expertise / Competencies											
	Leadership & Strategy	Finance, Accounts & Taxation	Governance &Regulatory Affairs	Private Equity & Investment Banking	Capital Markets	Human Resources	Banking, Operations & Credit	Merger & Acquisitions	Risk	Treasury	Forex	Digital
Mr. Saurabh Agrawal	✓	✓	✓	-	✓	-	-	✓	-	-	-	-
Mr. F.N. Subedar	✓	✓	✓	-	-	-	✓	-	-	-	-	-
Ms. Varsha Purandare	✓	-	✓	✓	✓	-	✓	-	✓	✓	✓	-
Ms. Malvika Sinha[$]	✓	✓	✓	-	-	✓	✓	-	-	-	✓	-
Mr. V. S. Radhakrishnan	✓	-	✓	-	-	-	✓	-	-	✓	-	-
Mr. Mathew Cyriac[$$]	✓	✓	-	✓	✓	-	-	✓	-	-	-	-
Mr. Sujit Varma[$$$]	✓	✓	✓	-	-	-	✓	-	✓	-	-	-
Ms. Aarthi Subramanian	✓	-	✓	-	-	-	✓	-	-	-	-	✓
Mr. Rajiv Sabharwal	✓	✓	✓	✓	-	-	✓	-	✓	✓	-	-

Table 3: Number of Directorships held by Directors in other listed entities

Sr. No.	Name of Director	Directorship in other listed entities (Category of Directorship)
1.	Mr. Saurabh Agrawal	1. Tata Steel Limited@
		2. The Tata Power Company Limited@
		3. Voltas Limited@
		4. Tata AIG General Insurance Company Limited (Debt Listed)@
		5. Tata Power Renewable Energy Limited (Debt Listed) @
2.	Mr. F.N. Subedar	1. Tata Investment Corporation Limited@
		2. DCB Bank Limited#
3.	Ms. Varsha Purandare	1. Deepak Fertilisers and Petrochemicals Corporation Limited#
		2. Orient Cement Limited#
		3. The Federal Bank Limited#
		4. Tata Motors Finance Limited (Formerly Tata Motors Finance Solutions Limited) (Debt Listed)#
		5. TMF Holdings Limited (Debt Listed) #
4.	Ms. Malvika Sinha[$]	1. Mahanagar Gas Limited#
		2. Mahindra Logistics Limited#
		3. Tata Capital Housing Finance Limited (Debt Listed)#
5.	Mr. V. S. Radhakrishnan	1. Tube Investment of India Limited#
		2. Manappuram Home Finance Limited (Debt Listed)#
6.	Mr. Mathew Cyriac[$$]	1. Gokaldas Exports Limited@
		2. Data Patterns (India) Limited*
		3. Ideaforge Technology Limited*
7.	Mr. Sujit Varma[$$$]	1. Uflex Limited#
		2. Prime Securities Limited@
		3. Tata Capital Housing Finance Limited (Debt Listed)#
		4. L&T Metro Rail (Hyderabad) Limited (Debt Listed) #
8.	Ms. Aarthi Subramanian	Tata Consultancy Services Limited@
9.	Mr. Rajiv Sabharwal	Tata Capital Housing Finance Limited (Debt Listed) @

*[@]Non - Independent, Non - Executive # Independent, Non - Executive *Nominee, Non - Executive*

[$]Ms. Malvika Sinha ceased to be a Director of the Company with effect from April 1, 2024 pursuant to completion of her term of appointment.

[$$]Mr. Mathew Cyriac resigned as a Director of the Company with effect from May 7, 2024.

[$$$]Mr. Sujit Varma was appointed as an Independent Director of the Company for an initial term of five years with effect from January 1, 2024.

Mr. Nagaraj Ijari was appointed as an Independent Director of the Company with effect from April 1, 2024. Details of Mr. Ijari are, as follows:

Name of the Director (DIN)	Category	Skills / Expertise / Competencies	Number of Directorships in other Companies		Number of Committee positions held in other Public Companies**		Directorship in other listed entity (Category of Directorship)
			Chairperson	Member	Chairperson	Member	
Mr. Nagaraj Ijari (09390579) *Director Since*: April 1,2024	Non-Executive - Independent	Leadership, Strategy, Digital, Delivery excellence, Learning & Development, Infrastructure planning, People management	- (Public) - (Others)	3 (Public) - (Others)	-	4	1. Tata Technologies Limited# 2.Tata Capital Housing Finance Limited (Debt Listed)#

Independent, Non - Executive

f) The Board believes that the skills / competencies / expertise, as mentioned in the above table are required for the business of the Company and the Directors of the Company possess these skills / competencies / expertise for it to function effectively.

g) Details of change in composition of the Board during the current and previous financial year:

Sr. No.	Name of the Director	Capacity	Nature of Change	Effective Date
1.	Mr. V. S. Radhakrishnan	Independent Director	Appointment	March 30, 2023
2.	Mr. Mathew Cyriac	Independent Director	Appointment	March 30, 2023
3.	Mr. Sujit Varma	Independent Director	Appointment	January 1, 2024

Mr. Nagaraj Ijari (DIN:09390579) has been appointed as an Independent Director of the Company for an initial term of five years with effect from April 1, 2024. Ms. Malvika Sinha (DIN:08373142) has ceased to be an Independent Director of the Company with effect from April 1, 2024, pursuant to completion of her term of appointment. Mr. Mathew Cyriac (DIN:01903606) has ceased to be an Independent Director of the Company with effect from May 7, 2024, pursuant to his resignation due to his pre-occupation and other personal commitments. In his letter dated May 7, 2024, he has confirmed that there are no material reasons other than these for his resignation.

h) During FY 2023-24, 1 (One) meeting of the Independent Directors was held on March 28, 2024, which was attended by all the Independent Directors. The Independent Directors, *inter alia*, reviewed the performance of the Non-Independent Directors, Board as a whole and the Chairman of the Company, taking into account the views of Executive Director and Non-Executive Directors.

i) The Board periodically reviews the compliance reports of all laws applicable to the Company. During FY 2023-24, information as mentioned in Part A of Schedule II of the SEBI Listing Regulations, has been placed before the Board for its consideration.

j) None of the Directors are related inter-se.

k) Details of equity shares of the Company held by the Directors as on March 31, 2024 are given below:

#	Name of the Director	Category	No. of Equity Shares
1	Mr. F. N. Subedar	Non-Executive Director	2,54,772

The Company has not issued any convertible instruments.

3. Committees of the Board

The Board has constituted Committees with specific terms of reference to focus on specific areas. These include the Audit Committee, the Nomination and Remuneration Committee, the Risk Management Committee, the Information Technology Strategy Committee, the Corporate Social Responsibility Committee, the Stakeholders Relationship Committee, the Investment Credit Committee and the Customer Service Committee.

The Company Secretary is the Secretary of all the aforementioned Committees. The Board of Directors and the Committees also take decisions by circular resolutions which are noted by the Board / respective Committees of the Board at their next meeting. The Minutes of meetings of all Committees of the Board are circulated to the Board of Directors for noting.

The composition of Board Committees as on date of this report are as follows:

i. Audit Committee

Composition, Meetings and Attendance

During FY 2023-24, 8 (Eight) meetings of the Audit Committee were held on the following dates: April 26, 2023, August 7, 2023, October 12, 2023, October 26, 2023, December 19, 2023, February 12, 2024, March 22, 2024 and March 28, 2024.

The composition of the Audit Committee as on date of this Report and the attendance details of meetings during FY 2023-24 is, given below:

Name of the Member(s)	Category	Member of Committee since	No. of Meetings	
			Held	Attended
Ms. Varsha Purandare	Chairperson and Independent Director	October 24, 2020	8	8
Ms. Malvika Sinha[1]	Independent Director	April 1, 2021	8	8
Mr. F. N. Subedar	Non-Executive Director	November 27, 2007	8	8
Mr. V.S Radhakrishnan	Independent Director	May 23, 2023	7	7
Mr. Mathew Cyriac[2]	Independent Director	May 23, 2023	4	3
Mr. Sujit Varma	Independent Director	January 1, 2024	3	3
Mr. Nagaraj Ijari	Independent Director	April 1, 2024	N.A.	N.A.

Notes:

1. *Ms. Malvika Sinha ceased to be a Member of Audit Committee with effect from April 1, 2024.*
2. *Mr. Mathew Cyriac ceased to be a Member of Audit Committee with effect from January 1, 2024.*

The composition of the Audit Committee is in line with the provisions of Section 177 of the Act and the Regulation 18 of the SEBI Listing Regulations. All the Members have the ability to read and understand financial statements and have relevant finance and / or audit experience.

The previous AGM of the Company was held on June 28, 2023 and was attended by Ms. Varsha Purandare, Chairperson of the Audit Committee.

Terms of reference

The Board has adopted an Audit Committee Charter which defines the composition of the Audit Committee, its authority, role, responsibilities and powers and reporting functions in accordance with the Act and SEBI Listing Regulations. The Charter is reviewed from time to time and is available on the website of the Company, www.tatacapital.com.

The responsibilities of the Audit Committee, *inter alia*, include:

- Review of the financial reporting process, the system of internal financial controls, the audit process, the Company's process for monitoring compliance with laws and regulations and the Code of Conduct.
- To recommend the appointment and removal of the Auditors and their remuneration and discuss with the Auditors the nature and scope of their audit before commencement.
- To examine the financial statements, financial results and the Auditors' Report thereon.
- To review and evaluate the Company's financial and risk management systems.
- To review the adequacy and performance of Risk Based Internal Audit function.
- To perform activities and carry out functions as laid down in the Framework for Related Party Transactions adopted by the Board.
- To review findings of internal investigations, frauds, irregularities, etc.
- To review the functioning of and compliance with the Company's Whistle Blower Policy.
- To review the Compliance Policy of the Company and oversee its implementation.
- To review the compliance risk on a quarterly basis based on monitoring and testing results and approve the risk-based compliance testing and monitoring plan.
- Review the appointment / re-appointment, removal and terms of remuneration of the Chief Compliance Officer.

The Board has accepted all the recommendations made by the Audit Committee during the year.

Besides the Members of the Committee, meetings of the Audit Committee are generally attended by the Managing Director & CEO, the Chief Financial Officer, the Company Secretary, the Joint Statutory Auditors and the Chief Internal Auditor. The Internal Audit function is headed by the Chief Internal Auditor of the Company who reports to the Audit Committee to ensure independence of operations.

ii. Nomination and Remuneration Committee ("NRC")

Composition, Meetings and Attendance

During FY 2023-24, 2 (Two) meetings of the NRC were held on the following dates: May 22, 2023 and June 5, 2023.

The composition of the NRC as on date of this Report and the attendance details of meetings during FY 2023-24 is, given below:

Name of the Member(s)	Category	Member of Committee since	No. of Meetings	
			Held	Attended
Ms. Varsha Purandare	Chairperson and Independent Director	October 24, 2020	2	2
Ms. Malvika Sinha[1]	Independent Director	April 1, 2021	2	2
Mr. Saurabh Agrawal	Non-Executive Director	July 28, 2017	2	2
Mr. Mathew Cyriac[2]	Independent Director	January 1, 2024	N.A.	N.A.
Mr. Sujit Varma	Independent Director	January 1, 2024	N.A.	N.A.

Notes:

1. *Ms. Malvika Sinha ceased to be a Member of NRC with effect from January 1, 2024.*
2. *Mr. Mathew Cyriac ceased to be a Member of NRC with effect from May 7, 2024.*

The composition of the NRC is in line with the provisions of Section 178 of the Act and Regulation 19 of SEBI Listing Regulations.

The previous AGM of the Company was held on June 28, 2023 and was attended by Ms. Varsha Purandare, Chairperson of the NRC.

Terms of reference

The responsibilities of the NRC, *inter alia*, include:

- To formulate the criteria for determining qualifications, fit & proper status, positive attributes and independence of a Director and recommend to the Board.
- To specify the manner and criteria for effective evaluation of performance of Board, its Committees and individual Directors including Independent Directors.
- To formulate the criteria for evaluation of performance of Independent Directors and the Board of Directors.
- To devise a Policy on diversity of Board of Directors.
- To identify persons who are qualified to become Directors and who may be appointed in Senior Management in accordance with the criteria laid down and recommend to the Board, their appointment and removal.
- To decide whether to extend or continue the term of appointment of the Independent Director, on the basis of the report of performance evaluation of Independent Directors.
- To recommend to the Board, all remuneration, in whatever form, payable to Senior Management.
- Oversee the framing, review, implementation and recommend to the Board for its approval the Remuneration Policy for the Directors, KMPs, the Senior Management Personnel and other employees.
- Review of the Compensation structure i.e. design of annual and long term compensation plan.
- To decide commission payable to the Directors, subject to prescribed limits and approval of shareholders.

Performance Evaluation Criteria for Independent Directors

The performance evaluation criteria for Independent Directors is based on various factors which includes participation and contribution by a director, commitment, effective deployment of knowledge and expertise, integrity and maintenance of confidentiality and independence of behavior and judgment.

iii. Risk Management Committee ("RMC")

Composition, Meetings and Attendance

During FY 2023-24, 3 (Three) meetings of the RMC were held on the following dates: July 21, 2023, September 11, 2023 and February 20, 2024.

The composition of the RMC as on date of this Report and the attendance details of meetings during FY 2023-24 is, given below:

Name of the Member(s)	Category	Member of Committee since	No. of Meetings	
			Held	Attended
Mr. Saurabh Agrawal	Chairman and Non-Executive Director	July 28, 2017	3	3
Ms. Varsha Purandare[1]	Independent Director	April 1, 2019	2	2
Mr. Mathew Cyriac[3]	Independent Director	May 23, 2023	3	1
Ms. Malvika Sinha[2]	Independent Director	January 1, 2024	1	1

Name of the Member(s)	Category	Member of Committee since	No. of Meetings	
			Held	Attended
Mr. F. N. Subedar	Non-Executive Director	January 1, 2024	1	1
Mr. Nagaraj Ijari	Independent Director	April 1, 2024	N.A.	N.A.
Mr. Rajiv Sabharwal	Managing Director & CEO	April 1, 2018	3	3

Notes:

1. *Ms. Varsha Purandare ceased to be a Member of RMC with effect from January 1, 2024.*
2. *Ms. Malvika Sinha ceased to be a Member of RMC with effect from April 1, 2024.*
3. *Mr. Mathew Cyriac ceased to be a Member of RMC with effect from May 7, 2024.*

The composition of the RMC is in line with the provisions of Regulation 21 of SEBI Listing Regulations.

Terms of reference

The responsibilities of the RMC, *inter alia*, include:

– To assist the Board in its oversight of various risks (i) Credit Risk (ii) Market & Liquidity Risk (iii) Operational Risk (iv) Strategic Risks (v) Compliance and Governance Risk (vi) Reputation Risk (vii) Information Security and Cyber Security Risk etc.

– To review and analyse risk exposure related to specific issues and provide oversight of risk across the Company.

– To monitor and oversee implementation of the Risk Management Policy, including evaluating the adequacy of risk management systems.

– To ensure whether appropriate methodology, processes and systems are in place to monitor and evaluate risks associated with the business of the Company.

– To review the appointment, removal and terms of remuneration of the Chief Risk Officer.

iv. Information Technology Strategy Committee ("ITSC")

Composition, Meetings and Attendance

During FY 2023-24, 3 (Three) meetings of the ITSC were held on the following dates: July 31, 2023, January 30, 2024 and March 4, 2024.

The composition of the ITSC as on date of this Report and details of attendance at the ITSC meetings held during FY 2023-24 is, given below:

Name of the Member(s)	Category	Member of Committee since	No. of Meetings	
			Held	Attended
Ms. Malvika Sinha[1]	Chairperson and Independent Director	April 1, 2021	3	3
Mr. Nagaraj Ijari	Chairman and Independent Director	April 1, 2024	N.A.	N.A.
Ms. Varsha Purandare	Independent Director	April 1, 2019	3	3
Mr. Mathew Cyriac[2]	Independent Director	May 23, 2023	1	0
Mr. Sujit Varma	Independent Director	January 1, 2024	2	2
Ms. Aarthi Subramanian	Non-Executive Director	May 7, 2018	3	3
Mr. Rajiv Sabharwal	Managing Director & CEO	May 7, 2018	3	3
Mr. Bhavin Purohit[3]	Chief Technology Officer	April 1, 2021	1	1

Notes:

1. *Ms. Malvika Sinha ceased to be a Member and the Chairperson of ITSC with effect from April 1, 2024.*
2. *Mr. Mathew Cyriac ceased to be a Member of ITSC with effect from January 1, 2024.*
3. *Mr. Bhavin Purohit ceased to be a Member of ITSC with effect from January 1, 2024.*

Terms of reference

The responsibilities of the ITSC, *inter alia*, include:

– To ensure that the organization has put an effective IT strategic planning process in place.

– To guide in preparation of IT Strategy and ensure that the IT Strategy aligns with the overall strategy of the organization towards accomplishment of its business objectives.

– To review cyber security risks / arrangements / preparedness of the organization.

– To review the adequacy and effectiveness of the Business Continuity Planning and Disaster Recovery Management of the Company.

– To review the IT / IS Audit report.

v. Corporate Social Responsibility ("CSR") Committee

Composition, Meetings and Attendance

During FY 2023-24, 1 (One) meeting of the CSR Committee was held on May 22, 2023.

The composition of the CSR Committee as on date of this Report and details of attendance at the CSR meeting held during FY 2023-24 is, given below:

Name of the Member(s)	Category	Member of Committee since	No. of Meetings	
			Held	Attended
Mr. Saurabh Agrawal	Chairman and Non-Executive Director	August 1, 2019	1	1
Mr. F. N. Subedar[1]	Non-Executive Director	March 7, 2014	1	0
Ms. Malvika Sinha[1]	Independent Director	April 1, 2021	1	1
Mr. V. S. Radhakrishnan	Independent Director	January 1, 2024	N.A.	N.A.
Ms. Aarthi Subramanian[1]	Non-Executive Director	October 30, 2017	1	1
Mr. Rajiv Sabharwal	Managing Director & CEO	April 1, 2018	1	1

Note:

1. *Mr. F.N. Subedar, Ms. Malvika Sinha and Ms. Aarthi Subramanian ceased to be Members of CSR Committee with effect from January 1, 2024.*

The Composition of CSR is in line with the provisions of Section 135 of the Act.

Terms of reference

The responsibilities of the CSR Committee, *inter alia*, include:

– To formulate and recommend to the Board, a CSR Policy which shall include the guiding principles for selection, implementation and monitoring of activities to be undertaken by the Company as specified in Schedule VII of the Act ("CSR Activities") as well as for formulation of the annual action plan by the Company.

– To formulate and recommend to the Board an Annual Action Plan in pursuance of the CSR Policy and in accordance with the applicable Rules. Recommend alteration in such

Plan to the Board of Directors, at any time during the financial year, based on the reasonable justification to that effect.

– To recommend the amount of expenditure to be incurred on CSR activities.

– To monitor the CSR Policy of the Company and expenditure of the subsidiaries from time to time and instituting a transparent monitoring mechanism for implementation of the CSR projects or programs or activities undertaken by the Company.

– To oversee the Company's conduct with regard to its corporate and societal obligations and its reputation as a responsible corporate citizen.

– To oversee activities impacting the quality of life of the beneficiaries of the CSR projects.

vi. Stakeholders Relationship Committee ("SRC")

Composition, Meetings and Attendance

During FY 2023-24, 1 (One) meeting of the SRC was held on March 19, 2024.

The composition of the SRC as on date of this Report and details of attendance at the SRC meeting held during FY 2023-24 is, given below:

Name of the Member(s)	Category	Member of Committee since	No. of Meetings	
			Held	Attended
Ms. Aarthi Subramanian	Chairperson and Non-Executive Director	October 30, 2017	1	1
Ms. Malvika Sinha[1]	Independent Director	April 1, 2021	1	1
Mr. V. S. Radhakrishnan	Independent Director	May 23, 2023	1	1
Mr. Nagaraj Ijari	Independent Director	April 1, 2024	N.A.	N.A.
Mr. Rajiv Sabharwal	Managing Director & CEO	April 1, 2018	1	1

Note:

1. Ms. Malvika Sinha ceased to be a Member of SRC with effect from April 1, 2024.

The Composition of SRC is in line with the provisions of Section 178 of the Act and Regulation 20 of SEBI Listing Regulations.

Terms of reference:

The responsibilities of the SRC, *inter alia*, is to consider and resolve the grievances / complaints of security holders of the Company.

The previous AGM of the Company was held on June 28, 2023 and was attended by Ms. Aarthi Subramanian, Chairperson of the SRC.

a) Name, designation and address of the Compliance Officer under SEBI Listing Regulations:

Ms. Sarita Kamath, Head - Legal & Compliance and Company Secretary.
11th Floor, Tower A, Peninsula Business Park,
Ganpatrao Kadam Marg, Lower Parel, Mumbai 400013.
Telephone No.: 022 6606 9000
Email ID: investors@tatacapital.com.

b) Details of complaints received from the Debenture holders and redressed during the FY 2023-24 are as follows:

Sr. No.	Description	Opening at the beginning of the Financial year	Received during the Financial year	Resolved during the Financial year	Closing Balance at the end of the Financial year
1	Complaints	Nil	3	3	Nil

c) During FY 2023-24, 4 (Four) complaints were received from the Equity Shareholders of the Company and the same were resolved.

vii. Investment Credit Committee ("ICC")

Pursuant to the Scheme of Arrangement for amalgamation of Tata Capital Financial Services Limited ("TCFSL") and Tata Cleantech Capital Limited ("TCCL") with Tata Capital Limited ("TCL / Company") ("Scheme") becoming effective from January 1, 2024, TCFSL and TCCL have been merged into TCL with effect from the said date.

Pursuant to the Scheme, the Company is carrying on all the business activities which were being carried on by TCFSL and TCCL as an NBFC.

In view of the above, the Board of Directors of the Company has constituted an ICC of the Board of Directors, with effect from January 1, 2024.

Composition, Meetings and Attendance

During FY 2023-24, 9 (Nine) meetings of the ICC were held on following dates: January 18, 2024, January 23, 2024, February 12, 2024, February 15, 2024, February 26, 2024, February 28, 2024, March 11, 2024, March 19, 2024, March 27, 2024.

The composition of the ICC as on date of this Report and details of attendance at the ICC meetings held during FY 2023-24 is, given below:

Name of the Member(s)	Category	Member of Committee since	No. of Meetings	
			Held	Attended
Mr. Sujit Varma	Chairman and Independent Director	January 1, 2024	9	9
Ms. Varsha Purandare	Independent Director	January 1, 2024	9	9
Mr. V. S. Radhakrishnan	Independent Director	January 1, 2024	9	9
Mr. Rajiv Sabharwal	Managing Director & CEO	January 1, 2024	9	9

Terms of reference:

The responsibilities of the ICC, *inter alia*, include:

– To approve financing / credit proposals, as per the authority granted by the Board to the ICC, from time to time.

– To approve investments in Debentures / Commercial Paper, Equity Shares, Preference Shares and other instruments, in terms of the Board approved Investment Policies.

– To periodically review proposals approved by Management Credit Committee.

viii. Customer Service Committee ("CSC")

As a good governance measure, the Board of Directors of the Company at its Meeting held on February 13, 2024, has constituted the Customer Service Committee for effective monitoring of customer service provided by the Company and to bring about ongoing improvements in the quality thereof.

Composition, Meetings and Attendance

During FY 2023-24, 1 (One) meeting of the CSC was held on March 28, 2024.

The composition of the CSC as on date of this Report and details of attendance at the CSC meeting held during FY 2023-24 is, given below:

Name of the Member(s)	Category	Member of Committee since	No. of Meetings	
			Held	Attended
Mr. V. S. Radhakrishnan	Chairman and Independent Director	February 13, 2024	1	1
Mr. Mathew Cyriac[1]	Independent Director	February 13, 2024	1	0
Mr. Rajiv Sabharwal	Managing Director & CEO	February 13, 2024	1	1

Note:

1. Mr. Mathew Cyriac ceased to be a Member of the CSC with effect from May 7, 2024.

Terms of reference:

The responsibilities of the CSC, *inter alia*, include:

– To monitor and bring about continuous improvements in the quality of services rendered to the customers and to ensure implementation of the guidelines issued by the regulatory authorities.

– To oversee the functioning of the Service Council of the Company.

– To review matters pertaining to customer service, grievance redressal, fair practices, recovery mechanism, outsourcing and other customer service related matters.

– To review and monitor the steps and remedial actions taken by the Company to reduce the customer complaints.

– To review the compliances under the Fair Practices Code of the Company.

4. Particulars of Senior Management of the Company:

Sr. No.	Name	Designation
1.	Mr. Rakesh Bhatia	Chief Financial Officer
2.	Ms. Sarita Kamath	Head - Legal & Compliance and Company Secretary
3.	Ms. Abonty Banerjee	Chief Operating Officer - IT, Digital, Operations and Marketing
4.	Mr. Avijit Bhattacharya	Chief Human Resource Officer
5.	Mr. Kiran Joshi	Head - Treasury
6.	Mr. S Bhaskar	Chief Internal Auditor
7.	Mr. Nitin Dharma	Chief Risk Officer
8.	Mr. Manish Chourasia	Chief Operating Officer - Corporate and Cleantech Finance
9.	Mr. Vivek Chopra	Chief Operating Officer - Retail Finance
10.	Mr. Narendra Kamath	Chief Operating Officer - SME Finance
11.	Mr. Saurav Basu	Chief Business Officer - Wealth & Advisory Business
12.	Mr. Pankaj Sindwani	Chief Business Officer - Cleantech & Partner - TC Cleantech AIF
13.	Mr. Akhil Awasthi	Managing Partner - Growth Fund (Private Equity)
14.	Ms. Visalakshi C	Managing Partner - Healthcare Fund (Private Equity)
15.	Mr. Vineet Chadha	Partner - Innovations Fund (Private Equity)
16.	Mr. T A Ramkumar	Head - Special Situations Fund (Private Equity)

5. Remuneration of Directors

The Company paid sitting fees to the Non-Executive Directors ("NEDs") and Independent Directors ("IDs") for attending meetings of the Board and the Committees of the Board and will pay Commission for FY 2023-24, within the maximum prescribed limits to the NEDs and IDs who were Directors of the Company during FY 2023-24, as recommended by the NRC and approved by the Board at their respective meetings held on June 11, 2024. The details of the same are, as under:

a. Non-Executive Directors:

Name	Sitting Fees paid for attending Board and Committee Meetings held during FY 2023-24	Commission to be paid for FY 2023-24
Mr. Saurabh Agrawal, Chairman and Non-Executive Director	Rs. 3,20,000	*Nil
Mr. F. N. Subedar, Non-Executive Director	#Rs. 13,40,000	**Rs. 52,50,000
Ms. Varsha Purandare, Independent Director	#Rs. 32,50,000	**Rs. 85,00,000
Ms. Malvika Sinha, Independent Director	#Rs. 18,30,000	**Rs. 52,50,000
Mr. V. S. Radhakrishnan, Independent Director	#Rs. 21,00,000	**Rs. 62,50,000
Mr. Mathew Cyriac, Independent Director	Rs. 7,30,000	Rs. 30,00,000
Mr. Sujit Varma@ Independent Director	#Rs. 13,80,000	**Rs. 32,50,000
Ms. Aarthi Subramanian, Non - Executive Director	Rs. 6,50,000	*Nil
Mr. Lodewijk Govaerts$	--	**Rs. 15,00,000

**In line with the internal guidelines of the Company, no payment is made towards commission to the NEDs of the Company, who are in full time employment with any other Tata company.*

@Mr. Sujit Varma was appointed as an ID of the Company with effect from January 1, 2024.

$Director of erstwhile Tata Cleantech Capital Limited.

***Includes Commission payable based on time spent as a Director of erstwhile Tata Capital Financial Services Limited and / or erstwhile Tata Cleantech Capital Limited.*

#Includes Sitting fees paid for attending meetings of Board and / or Committee of the Board of erstwhile Tata Capital Financial Services Limited and / or erstwhile Tata Cleantech Capital Limited.

None of the NEDs and IDs had any pecuniary relationships or transactions with the Company during the year under review.

b. Managing Director & CEO:

Terms of Appointment and Remuneration of Mr. Rajiv Sabharwal, Managing Director & CEO:

During FY 2023-24, the Company paid remuneration to Mr. Rajiv Sabharwal, Managing Director & CEO ("MD & CEO") of the Company as provided in Annual Return for FY 2023-24, which is available on the website of the Company. The current term of Mr. Sabharwal is of five years from April 1, 2023 to March 31, 2028. The commission to the MD & CEO is determined *inter alia* based on the performance of the Company and the MD & CEO. ESOPs granted to the MD & CEO for FY 2023-24 will vest in 4 tranches over a period of 4 years and are exercisable over a period of 7 years. The contract with the MD & CEO may be terminated earlier by either party giving the other party six months' notice of such termination or the Company paying six months' remuneration in lieu thereof. There is no separate provision for payment of Severance fees.

6. General Body Meetings

i. General Meeting

a. Annual General Meeting:

Financial Year	Date	Time	Venue	Special Resolutions passed
2020-21	June 28, 2021	10:00 a.m.	Meeting conducted through VC / OAVM pursuant to the MCA Circular.	Nil
2021-22	June 28, 2022	10:00 a.m.	Meeting conducted through VC / OAVM pursuant to the MCA Circular.	Revision in the terms of remuneration of Mr. Rajiv Sabharwal, Managing Director & CEO.
2022-23	June 28, 2023	10:00 a.m.	Meeting conducted through VC / OAVM pursuant to the MCA Circular.	1. Appointment of Mr. V. S. Radhakrishnan (DIN: 08064705) as an Independent Director. 2. Appointment of Mr. Mathew Cyriac (DIN: 01903606) as an Independent Director.

b. Extraordinary General Meeting ("EGM"):

No EGM was held during FY 2023-24.

c. Whether any special resolution passed last year through postal ballot - details of voting pattern

During FY 2023-24, the Company had sought the approval of the Shareholders by way of Special Resolution through Postal Ballot, the details of which are given below:

Postal Ballot vide Notice dated February 13, 2024:

1. Approval for issuance of Non-Convertible Debentures on a private placement basis.
2. Appointment of Mr. Sujit Varma (DIN: 09075212) as an Independent Director.

The Company had appointed Mr. P. N. Parikh or failing him, Mr. Mitesh Dhabliwala of M/s. Parikh & Associates, Practicing Company Secretaries, as a Scrutinizer to conduct the postal ballot process in a fair and a transparent manner. Details of the voting pattern are provided below:

Item No(s). and brief text of Resolution(s)	Number of Votes in favour of the resolution		Number of Votes against the resolution		Invalid Votes
	Number of Votes	% of total number of valid votes cast	Number of Votes	% of total number of valid votes cast	
Approval for issuance of Non-Convertible Debentures on a private placement basis.	3,68,72,13,906	100.00 (Rounded off)	2,056	0.00	Nil
Appointment of Mr. Sujit Varma (DIN: 09075212) as an Independent Director.	3,68,72,07,158	100.00 (Rounded off)	957	0.00	Nil

The aforesaid resolutions were passed with requisite majority and the result was declared on March 18, 2024.

d. Whether any special resolution is proposed to be conducted through postal ballot - None of the businesses proposed to be transacted at the ensuing AGM requires passing of a special resolution through postal ballot.

e. Procedure for postal ballot - The postal ballot was carried out as per the provisions of Sections 108 and 110 and other applicable provisions of the Act read with the Rules framed thereunder and read with the General Circular Nos. 14/2020 dated April 8, 2020, 17/2020 dated April 13, 2020 and subsequent circulars issued in this regard, the latest being 9/2023 dated September 25, 2023, respectively issued by the Ministry of Corporate Affairs.

7. Means of Communication

The 'Investor Information & Financials' section on the Company's website (www.tatacapital.com) keeps the investors updated on material developments in the Company by providing key and timely information such as Financial Results, Annual Reports, Contact details of persons responsible for investor grievances, etc. The debenture holders can also send in their queries / complaints at the designated email address at compliance.ncd@tatacapital.com and the Cumulative Redeemable Preference Shares ("CRPS") holders can send their queries / complaints at crps@tatacapital.com. Financial Results are normally published in Business Standard Newspaper.

8. General Information for Members and Debenture holders

The Company is registered with the Registrar of Companies, Maharashtra, Mumbai. The Corporate Identity Number allotted to the Company by the Ministry of Corporate Affairs is U65990MH1991PLC060670.

i. Details of Debenture Trustees and the Registrar and Transfer Agents of the Company are, given below:

Debenture Trustees
Vistra ITCL (India) Limited (*formerly known as IL&FS Trust Company Limited*) The IL&FS Financial Centre, Plot C - 22, G Block, Bandra Kurla Complex, Bandra I, Mumbai - 400 051. Website: www.vistraitcl.com, Tel: +91 22 69300000, Fax: +91 22 2653 3297. e-mail: itclcomplianceofficer@vistra.com
IDBI Trusteeship Services Limited Universal Insurance Building, Ground Floor, Sir P M Road, Fort, Mumbai - 400 001. Website: www.idbitrustee.com, Tel: +91 22 4080 7000, Fax: +91 22 6631 1776. e-mail: itsl@idbitrustee.com
Registrar and Transfer Agents
Equity Shares, Preference Shares and Non-Convertible Debentures issued on a Private Placement basis
Link Intime India Private Limited *(formerly TSR Consultants Private Limited which has merged with Link Intime India Private Limited)* C-101, 1st Floor, 247 Park, Lal Bahadur Shastri Marg, Vikhroli West, Mumbai - 400083. Website: www.linkintime.co.in, Phone No.: +91-8108118484 E-mail: csg-unit@linkintime.co.in
Non-Convertible Debentures issued to Public
Kfin Technologies Limited Selenium Tower B, Plot 31-32, Gachibowli, Financial District, Nanakramguda, Serilingampally, Hyderabad - 500 032. Website: www.kfintech.com, Tel: +91 40-6716 2222, e-mail: einward.ris@kfintech.com

ii. **Annual General Meeting for FY 2023-24:**
Date: July 19, 2024
Time: 11:00 A.M.
Venue: Through Video Conferencing / Other Audio Visual Means.

iii. **Financial Year:** April 1, 2023 to March 31, 2024.

iv. **Dividend Payment date**: On or after July 19, 2024.

v. **Listing on Stock Exchange and Listing Fees:**

Name and Address of the Stock Exchange	Type of Securities Listed
National Stock Exchange of India Limited Exchange Plaza, C-1, Block G, Bandra Kurla Complex, Bandra (East), Mumbai 400 051.	Non-Convertible Debentures issued to the Public and on a Private Placement Basis.
BSE Limited P. J. Towers, Dalal Street, Mumbai 400 001.	Non-Convertible Debentures issued to the Public.

Listing Fees as applicable have been paid for FY 2023-24 and FY 2024-25.

vi. **Stock Codes / Symbol:**

Not Applicable*

vii. **Market Price data- high, low during each month in last financial year:** Not Applicable*

viii. **Performance in comparison to broad-based indices such as BSE sensex, CRISIL Index etc.:** Not Applicable*

ix. **In case of securities are suspended from trading, the directors report shall explain the reason thereof :** Not Applicable.

x. **Share Transfer System:**

In terms of Regulation 61(4) read with Regulation 40(1) of SEBI Listing Regulations, as amended from time to time, securities can be transferred only in dematerialized form. All the securities of the Company are in dematerialized form, hence, transfers of shares in electronic form are effected through the depositories with no involvement of the Company.

xi. **Distribution of shareholding as on March 31, 2024:**

- **Equity Shareholding:**

No. of Shares	Shareholding	% of total Equity Shares	No. of Shareholders	% of total Equity shareholders
1-1000	22,15,648	0.06	11,170	85.53
1001-5000	24,79,205	0.07	1,155	8.84
5001-10000	18,26,158	0.05	274	2.10
10001-20000	30,01,195	0.08	232	1.78
20001-30000	16,03,340	0.04	67	0.51
30001-40000	9,29,616	0.02	27	0.21
40001-50000	10,06,756	0.03	23	0.18
50001-100000	25,58,544	0.07	37	0.28
100001 - Above	3,73,07,86,686	99.58	75	0.57
Grand Total	**3,74,64,07,148**	**100**	**13,060**	**100**

- **Preference Shareholding:**

No. of Shares	Shareholding	% of total Preference Shares	No. of Shareholders	% of total Preference shareholders
1-1000	5,74,758	7.23	803	50.79
1001-5000	16,21,858	20.39	613	38.77
5001-10000	6,63,134	8.34	74	4.68
10001-20000	5,12,000	6.44	33	2.09
20001-30000	4,22,550	5.31	16	1.01
30001-40000	2,62,500	3.3	7	0.44
40001-50000	8,95,000	11.25	18	1.14
50001-100000	7,52,050	9.46	10	0.63
100001 - Above	22,50,000	28.28	7	0.45
Grand Total	**79,53,850**	**100**	**1,581**	**100**

- **Category of Equity and Preference Shareholding:**

Equity Shares (Face Value: Rs. 10):

Category	No. of Equity Shares held	% of holding
Promoter	3,47,77,15,784	92.83
Bodies Corporate	11,95,38,304	3.20
Multilateral Financial Institution	7,16,48,559	1.91
Trust	4,33,52,729	1.16
Individuals	3,38,98,885	0.90
Others (HUF + Trust)	2,52,887	0.00
Total (A)	**3,74,64,07,148**	**100**

Preference Shares (Face Value: Rs. 1000):

Category	No. of Preference Shares held	% of holding
Bodies Corporate	42,72,054	53.72
Individuals	34,31,651	43.14
Trust	2,500	0.03
Others	2,47,645	3.11
Total (B)	**79,53,850**	**100**
Grand Total of Shares (A + B)	**3,75,43,60,998**	

xii. Dematerialization of shares and liquidity:

All the Equity Shares and Preference Shares of the Company are in dematerialized form as on March 31, 2024. Under the Depository System, the International Securities Identification Number ("ISIN") allotted to the Company's Equity Shares is INE976I01016.

xiii. Outstanding global depository receipts or American depository receipts or warrants or any convertible instruments, conversion date and likely impact on equity: Not Applicable*

xiv. Commodity price risk or foreign exchange risk and hedging activities:

The Company is exposed to foreign currency exchange rate fluctuation risk for its foreign currency borrowing. The Company's borrowings in foreign currency are governed by RBI guidelines. The Company hedges its entire External Commercial Borrowing ("ECB") exposure for the full tenure of the ECB as per Board approved Policy. Further, the Company is not exposed to commodity price risk.

xv. Plant locations: Not Applicable*

xvi. Address for correspondence:

11th Floor, Tower A, Peninsula Business Park
Ganpatrao Kadam Marg, Lower Parel,
Mumbai 400013

xvii. List of all credit ratings obtained by the entity alongwith any revisions thereto during the relevant financial year, for all debt instruments of such entity or any fixed deposit programme or any scheme or proposal:

Details pertaining to Credit Ratings obtained by the Company are included in the Directors' Report.

xviii. Transfer of Unclaimed / Unpaid Amounts to the Investor Education and Protection Fund:

During the year under review, no amount was due for transfer to Investor Education and Protection Fund.

xix. Details of material subsidiaries of the listed entity; including the date and place of incorporation and the name and date of appointment of the statutory auditors of such subsidiaries:

Sr. No.	Name of Material Subsidiary	Date and place of incorporation	Name of Statutory Auditor (Joint)	Date of Appointment of Statutory Auditors
1.	Tata Capital Housing Finance Limited	October 15, 2008, Mumbai	a) M/s. CNK & Associates LLP, Chartered Accountants b) M/s. T R Chadha & Co LLP, Chartered Accountants	November 12, 2021

**The Equity Shares of the Company are not listed on the stock exchanges and hence certain details are not applicable to the Company.*

9. Other Disclosure

Particulars	Details
Disclosures on materially significant related party transactions that may have potential conflict with the interests of listed entity at large.	There were no material related party transactions during the year that have a conflict with the interest of the Company.
a) Details of non - compliance by the Company, penalty, strictures imposed on the Company by the stock exchange, or Securities and Exchange Board of India ('SEBI') or any statutory authority on any matter related to capital markets, during the last three years; b) Details of penalties of stricture imposed on it by the Reserve Bank or any other statutory authority.	NIL NIL
Details of establishment of vigil mechanism / whistle blower policy, and affirmation that no personnel has been denied access to the audit committee.	The Company has a Whistle Blower Policy and has established necessary Vigil Mechanism for Directors and employees to report concerns about unethical behaviour. No person has been denied access to the Audit Committee.
Details of compliance with mandatory requirements and adoption of the non-mandatory requirements.	Details of compliance with non-mandatory and mandatory requirements are mentioned in point no. 11 and 12 of this report, respectively.

<table>
<tr><th>Particulars</th><th>Details</th></tr>
<tr><td>Web link where Policy for determining ‘material’ subsidiaries is disclosed.</td><td>The Company has a Policy for determining ‘material subsidiaries’ which is disclosed on its website at https://www.tatacapital.com/content/dam/tata-capital/pdf/tcl/TCL__Policyfordeterminingmaterialsubsidiaries.pdf.</td></tr>
<tr><td>Web link where Policy on dealing with related party transactions.</td><td>The Company has a Policy on dealing with related party transactions which is disclosed on its website at https://www.tatacapital.com/content/dam/tata-capital/pdf/tcl/TCL_RPTPolicy.pdf.</td></tr>
<tr><td>Disclosure of commodity price risks and commodity hedging activities.</td><td>Not Applicable</td></tr>
<tr><td>Details of utilization of funds raised through preferential allotment or qualified institutional placement as specified under Regulation 32 (7A).</td><td>Not Applicable</td></tr>
<tr><td>Certificate from a company secretary in practice that none of the directors on the board of the company have been debarred or disqualified from being appointed or continuing as directors of companies by the Board/Ministry of Corporate Affairs or any such statutory authority.</td><td>The Company has obtained certificate from M/s. Parikh & Associates, Practising Company Secretaries that none of the Directors on the Board of the Company have been debarred or disqualified from being appointed or continuing as directors of companies by the Board/ Ministry of Corporate Affairs or any such statutory authority. The same is marked as Annexure I.</td></tr>
<tr><td>Where the Board had not accepted any recommendation of any committee of the Board which is mandatorily required, in the relevant financial year, the same to be disclosed alongwith reasons thereof.</td><td>During FY 2023-24, all the recommendations of the various Committees of the Board were accepted by the Board.</td></tr>
<tr><td>Total fees for all services paid by the listed entity and its subsidiaries, on a consolidated basis, to the statutory auditor and all entities in the network firm / network entity of which the statutory auditor is a part.</td><td>The particulars of payment of fees to Statutory Auditors is given below:
<table>
<tr><th>Particulars</th><th>Amount (Rs. In lakh)</th></tr>
<tr><td>(i) Audit fees</td><td>290</td></tr>
<tr><td>(ii) Tax audit fees</td><td>10</td></tr>
<tr><td>(iii) Other Services (includes out of pocket expenses)</td><td>50</td></tr>
<tr><td>Total</td><td>350</td></tr>
</table>
Further, no fees were paid to any entity in the network firm/network entity of which any of the Joint Statutory Auditor are a part of.</td></tr>
<tr><td>Disclosures in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013.</td><td>
<table>
<tr><th>Number of complaints filed during the financial year.</th><th>Number of complaints disposed of during the financial year.</th><th>Number of complaints pending as on end of the financial year.</th></tr>
<tr><td>Nil</td><td>NA</td><td>NA</td></tr>
</table>
</td></tr>
<tr><td>Disclosure by listed entity and its subsidiaries of ‘Loans and advances in the nature of loans to firms / companies in which directors are interested by name and amount.</td><td>NIL</td></tr>
</table>

Particulars	Details
Information disclosed under clause 5A of paragraph A of Part A of Schedule III of SEBI Listing Regulations.	Not Applicable
Information disclosed under clause 5A of paragraph A of Part A of Schedule III of SEBI Listing Regulations.	Not Applicable
Familiarization Program: Details of familiarisation programmes imparted to Independent Directors is disclosed on its website at https://www.tatacapital.com/content/dam/tata-capital/pdf/investors-and-financial-reports/corporate-governance/Familiarisation%20Programme.pdf.	

10. Non-compliance of any requirement of corporate governance report of sub-paras above, with reasons thereof shall be disclosed: NA.

11. The corporate governance report shall also disclose the extent to which the discretionary requirements as specified in Part E of Schedule II have been adopted.

    The Company has adopted the following discretionary requirements as specified in Part E of Schedule II:

    i. Audit Qualification:

    The Company has adopted a regime of financial statement with unmodified audit opinion.

    ii. Separate posts of Chairman and Managing Director & Chief Executive Officer ("CEO"):

    The Company has appointed separate posts of Chairman and the Managing Director & CEO. The Chairman is a Non-Executive Director and not related to Managing Director & CEO.

    iii. Reporting of Internal Auditor:

    The Chief Internal Auditor of the Company directly reports to Audit Committee of the Company.

12. The disclosures of the compliance with corporate governance requirements specified in Regulation 17 to 27 and clauses (a) to (i) of Regulation 62(1A) of SEBI Listing Regulations shall be made in the section on corporate governance of the annual report.

    The Company is in compliance with all the mandatory requirements specified in Regulation 17 to 27 of SEBI Listing Regulations which have become applicable to the Company as a High Value Debt Listed Entity with effect from September 7, 2021.

13. Code of Conduct

The Company has adopted a Code of Conduct for its employees including the Managing Director & CEO. In addition, the Company has adopted a Code of Conduct for its Non-Executive Directors and Independent Directors. These Codes are available on the Company's website (www.tatacapital.com).

All the Directors of the Board and Senior Management Personnel of the Company have affirmed compliance with the respective Codes. A declaration signed by the Managing Director & CEO to this effect is marked as *Annexure II*.

14. Compliance certificate from either the auditors or practicing company secretaries regarding compliance of conditions of corporate governance shall be annexed with the Directors' Report.

The Company has obtained a compliance certificate from the Practising Company Secretaries on corporate governance. The same is reproduced at the end of this report and marked as *Annexure III*.

15. Disclosures with respect to demat suspense account / unclaimed suspense account: Not Applicable.

Annexure I

CERTIFICATE

(pursuant to Schedule V Para C clause (10)(i) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015)

To,
The Members
Tata Capital Limited
11th Floor, Tower A,
Peninsula Business Park,
Ganpatrao Kadam Marg,
Lower Parel,
Mumbai - 400013

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of Tata Capital Limited having CIN U65990MH1991PLC060670 and having registered office at 11th Floor, Tower A, Peninsula Business Park, Ganpatrao Kadam Marg, Lower Parel, Mumbai - 400013 (hereinafter referred to as 'the Company'), produced before me/us by the Company for the purpose of issuing this Certificate, in accordance with Schedule V Para-C Sub clause 10(i) of the Securities Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal www.mca.gov.in) as considered necessary and explanations furnished to us by the Company & its officers, we hereby certify that none of the Directors on the Board of the Company as stated below for the Financial Year ending on 31st March, 2024 have been debarred or disqualified from being appointed or continuing as Directors of companies by the Securities and Exchange Board of India, Ministry of Corporate Affairs, or any such other Statutory Authority.

Sr. No.	Name of Director	DIN	Date of Appointment in Company *
1.	Mr. Farokh Nariman Subedar	00028428	11/03/1997
2.	Mr. Rajiv Sabharwal	00057333	01/04/2018
3.	Mr. Saurabh Agrawal	02144558	28/07/2017
4.	Ms. Varsha Purandare	05288076	01/04/2019
5.	Ms. Aarthi Subramanian	07121802	30/10/2017
6.	Ms. Malvika Sinha	08373142	01/04/2021
7.	Mr. Mathew Cyriac	01903606	30/03/2023
8.	Mr. V. S. Radhakrishnan	08064705	30/03/2023
9.	Mr. Sujit Kumar Varma	09075212	01/01/2024

**the date of appointment is as per the MCA Portal.*

Ensuring the eligibility for the appointment / continuity of every Director on the Board is the responsibility of the management of the Company. Our responsibility is to express an opinion on these based on our verification. This certificate is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For Parikh & Associates
Practising Company Secretaries

Jigyasa N. Ved
Partner
FCS: 6488 CP: 6018
UDIN: F006488F000555883
PR No.: 1129/2021
Mumbai, 11.06.2024

Annexure II

DECLARATION BY THE MANAGING DIRECTOR & CEO

In accordance with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, I hereby confirm that, all the Directors and Senior Management Personnel of the Company have affirmed compliance to the Code of Conduct for the financial year ended March 31, 2024.

For **Tata Capital Limited**

Rajiv Sabharwal
Managing Director & CEO

Place: Mumbai
Date: 11.06.2024

Annexure III

PRACTISING COMPANY SECRETARIES' CERTIFICATE ON CORPORATE GOVERNANCE

TO THE MEMBERS OF
TATA CAPITAL LIMITED

We have examined the compliance of the conditions of Corporate Governance by Tata Capital Limited ('the Company') for the year ended on March 31, 2024, as stipulated under Regulations 17 to 27, clauses (a) to (i) of sub-regulation (1A) of Regulation 62 and para C, D & E of Schedule V of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations") and as made applicable to the Company on a comply or explain basis until March 31, 2024 (which has been extended upto March 31, 2025), and the necessary explanation in the quarterly compliance report on Corporate Governance submitted to the Stock Exchange under Regulation 27(2)(a) of SEBI Listing Regulations.

The compliance of the conditions of Corporate Governance is the responsibility of the management. Our examination was limited to the review of procedures and implementation thereof, as adopted by the Company for ensuring compliance with conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the financial statements of the Company.

In our opinion and to the best of our information and according to the explanations given to us, and the representations made by the Management and considering the relaxations granted by the Ministry of Corporate Affairs and Securities and Exchange Board of India, we certify that the Company has complied with the conditions of Corporate Governance as stipulated in the SEBI Listing Regulations for the year ended on March 31, 2024 and had provided necessary explanation pertaining to compliance of Regulation 17 to 27 in the quarterly compliance report on Corporate Governance submitted to the Stock Exchange under Regulation 27(2)(a) of SEBI Listing Regulations.

We further state that such compliance is neither an assurance as to the future viability of the Company nor of the efficiency or effectiveness with which the management has conducted the affairs of the Company.

For Parikh & Associates
Practising Company Secretaries

Jigyasa N. Ved
Partner
FCS: 6488 CP: 6018
UDIN: F006488F000555883
PR No.: 1129/2021
Mumbai, 11.06.2024

MANAGEMENT DISCUSSION AND ANALYSIS

1. ABOUT TATA CAPITAL

Tata Capital Limited ("TCL" or "Company"), registered with the Reserve Bank of India ("RBI"), is a non-banking financial company operating as an NBFC-ICC and is *inter alia* carrying on the business of lending, leasing, factoring, financing and distributing financial products. The Company offers a wide array of services / products in the financial services sector catering to the diverse needs of the Retail, SME and Corporate Customers. Its range of offerings include Consumer Finance, Housing Finance, Commercial Finance, Cleantech Finance, Microfinance, Debt Syndication, Private Equity, Wealth Management and Credit Cards. TCL is a subsidiary of Tata Sons Private Limited. TCL and its subsidiaries are hereinafter collectively referred to as "Tata Capital". TCL also has sponsored Private Equity Funds in India, to which, it acts as an Investment Manager.

TCL has the following wholly-owned subsidiaries:

Tata Capital Housing Finance Limited ("TCHFL"), a wholly-owned subsidiary of TCL, is registered as a Housing Finance Company with the National Housing Bank, offering home loans, loan against property and builder loans.

Private Equity Funds: The Company has set up six Private Equity Funds in India, viz. Tata Capital Growth Fund I, Tata Capital Growth Fund II, Tata Capital Healthcare Fund I, Tata Capital Healthcare Fund II, Tata Capital Innovations Fund and Tata Capital Special Situations Fund - Trust (collectively referred to as "Funds"). These Funds have been registered with SEBI as Venture Capital Funds / Alternative Investment Funds ("AIF"). The Company has sponsored these Funds and acts as their Investment Manager.

Tata Securities Limited ("**Tata Securities**") is a wholly-owned subsidiary of the Company. Tata Securities has been empaneled with several Asset Management Companies operating in India. Tata Securities is currently engaged in the business of distribution of Mutual Fund units.

Presence in Singapore: Tata Capital Pte. Ltd. ("TCPL"), a wholly-owned subsidiary of TCL, has been established in Singapore and is responsible for Tata Capital's international presence and activities. TCPL's wholly-owned subsidiary in Singapore, Tata Capital Advisors Pte. Ltd. ("TCAPL"), acts as an Investment Manager to the Private Equity Funds set up in Singapore, to which, TCL acts as an Advisor.

Until December 31, 2023, TCL also had the below subsidiaries:

Tata Capital Financial Services Limited ("TCFSL"), a wholly-owned subsidiary of TCL, was registered with the RBI as a Systemically Important Non-Deposit Accepting Non-Banking Financial Company ("NBFC-ND-SI").

Tata Cleantech Capital Limited ("TCCL") was registered with the RBI as an Infrastructure Finance company. TCCL was a joint venture between TCL and International Finance Corporation, Washington D.C., USA, with equity holding in the ratio of 80.50:19.50, respectively.

In FY 2022-23, TCL announced the merger of its subsidiaries, TCFSL and TCCL, with itself leading to creation of a larger, unified entity with a wider and stronger capital and asset base. The Board of Directors of TCL at its meeting held on March 28, 2023 approved a Scheme of Arrangement ("the Scheme") for the said merger. The Scheme was approved by the shareholders of the Company at the National Company Law Tribunal ("NCLT") convened meetings of the shareholders of the Company held on September 15, 2023. The Hon'ble NCLT vide its Order dated November 24, 2023 has sanctioned the Scheme. Upon receipt of all requisite approvals, TCFSL, TCCL and the Company filed the relevant Forms with the Registrar of Companies on January 01, 2024. Accordingly, TCFSL and TCCL have amalgamated with TCL with effect from January 01, 2024 ("Effective date").

2. ECONOMIC & INDUSTRY SCENARIO

The Indian economy has been consistently outperforming all other leading economies over the last few years with respect to both GDP growth as well as other macro-economic factors. This is primarily backed by the government's strong infrastructure push and slow-but-steady revival in private consumption as reflected in the uptick in several high frequency indicators such as Index of Industrial Production ('IIP'), GST collections, sales of consumer durables, two-wheelers and passenger cars, and system credit and deposit growth. The economy has also shown significant resilience to external factors such as supply-chain disruptions, growing geopolitical tensions, inflationary pressures, and weakness in global demand, further underscoring the strength of its underlying fundamentals.

In FY 2023-24, India continued to surpass all market estimates quarter on quarter and closed the financial year with 8.2%[1] Year on Year ("YoY") growth. We have also demonstrated strong fiscal consolidation in recent years with fiscal deficit for FY 2023-24 declining to 5.6%[2] (vs originally budgeted at 5.9%[3]). Our Monetary Policy Committee ("MPC") has been successful in navigating the high interest rate environment and maintaining the retail inflation within its target range of 4-6% in recent months (4.85%[4] in March 2024). India's external position also remains healthy with forex reserves touching an all-time high of $651.5 Billion[5] providing it with a comfortable import cover. Despite geopolitical uncertainties, Indian markets have also continued to attract healthy foreign portfolio investment of Rs. 3.4 lakh crore[6] in FY 2023-24. India's growing importance in international markets is further underscored by JPMorgan's announcement regarding India's inclusion in its emerging market debt index in FY 2024-25.

All of these are reflected in S&P Global Ratings' upgrade of India's sovereign rating outlook to 'positive' from 'stable' while retaining the rating at 'BBB-' in May 2024. As per the agency, the rating draws support from India's sound economic fundamentals underpinning the growth momentum in the coming years and the expectation of broad continuity in economic reform and fiscal policies by the government even after the 2024 elections.

The financial services segment, and in particular NBFCs & HFCs, has been a key facilitator of this economic growth. Credit growth has remained robust in FY 2023-24 backed by strong demand from consumers, the Government of India's ("GoI's") push on financial inclusion, and ever-improving access to credit by way of increasing focus on digitalisation across the industry. We believe that we have also reached the peak of this rate-hike cycle and may see some cuts towards the later half of FY 2024-25. These factors, coupled with decade-low Non-Performing Assets ("NPAs") and an actively evolving regulatory framework, pave way for healthy double-digit credit growth in the coming years as well. The growth is likely to be broad-based across segments with some moderation expected in the unsecured products. While margins may see some pressure due to elevated interest rates in the short term, overall the sector is expected to report healthy operating performance in over a longer term.

3. FINANCIAL PERFORMANCE ON A CONSOLIDATED BASIS

The last financial year was a year of strong growth for Tata Capital. The Company continued to see healthy improvement in operating performance led by its diversified offerings and prudent portfolio mix, pan-India geographical footprint, robust risk management, and focus on improving margins & productivity.

During the year, the Company was assigned "BBB-" rating (equivalent to India's sovereign rating) by global rating agencies - S&P Global Ratings and Fitch Ratings. Further, our domestic credit rating was reaffirmed at 'AAA' by the leading domestic credit rating agencies.

Source: [1]&[4]Ministry of Statistics and Programme Implementation; [2]Controller General of India; [3]Ministry of Finance; [5]As of 7th June 2024, Reserve Bank of India; [6]NSDL.

Consolidated performance highlights of FY 2023-24 are as under:

- Crossed the 1 lakh crore milestone for annual disbursals; FY 2023-24 disbursals at Rs. 1,05,244 crore, up by 40% YoY.
- Loan book crossed the Rs. 1.5 lakh crore mark; stood at Rs. 1,57,761 lakh crore as of March 24, up by 35% YoY.
- A well-diversified portfolio comprising of Retail & SME mix at 85%+.
- Net interest income including fee income of Rs. 8,069 crore, up by 31% YoY.
- Total credit cost stood at 0.5% for the year, down by 10 Basis Points ("bps") YoY.
- Gross Non-Performing Assets went down by 20 bps to 1.5%; Net Non-Performing Assets stood at 0.4% as of March 2024; Provision Coverage ratio stood at 74%.
- Net profit after tax at Rs. 3,150 crore for FY 2023-24.
- The Return on Equity for FY 2023-24 stood at 17.6%; Return on Assets stood at 2.4%.
- Both TCL and TCHFL, the lending entities, are well capitalized, and the capital adequacy ratio is well above the stipulated regulatory norms.

4. RISK MANAGEMENT

Tata Capital Limited alongwith subsidiaries aims to operate within an effective risk management framework to actively manage all the material risks faced by the organisation and make it resilient to shocks in a rapidly changing environment. It aims to establish consistent approach in management of risks and strive to reach the efficient frontier of risk and return for the organisation and its shareholders.

Broad categories of risk faced by the Company are Credit Risk, Market Risk, Operational Risk, Cyber Security and Reputation Risk. The risk management policies are well defined for various risk categories supplemented by periodic monitoring through the various sub committees of the Board.

Credit Risk: The credit aspects in the Company are primarily covered by the Credit Policy and Delegation of Authority approved by the Board of Directors. The Company measures, monitors and manages credit risks at individual borrower and portfolio level. During the course of the year, the Company has consistently recalibrated and re-aligned its underwriting criteria with the prevailing market environment across product lines and the associated digital scorecards, significantly leveraging its risk analytics capabilities. This helps us in refining our credit decisioning as well as granular monitoring of our existing portfolio.

Market Risk: Market risk management is guided by clearly laid down policies, guidelines, processes and systems for the identification, measurement, monitoring and reporting of exposures against various risk limits. The Asset Liability Management (ALM) Policy stipulates a broad framework for liquidity risk management to ensure that the Company is in a position to meet its liquidity obligations. The ALM Policy is supplemented by Liquidity Coverage Ratio framework, stress testing and contingency funding plan.

Operational Risk: The Company has put in place a comprehensive system of internal controls, systems and procedures for documenting, assessing, and periodic monitoring of various risks and controls linked to various processes across all business lines. The governance and framework for managing operational risks is defined in the Operational Risk Management Policy. Operational Risk Management Department engages with the First Line of Defense (Business and Operating Units) on periodic basis to identify and mitigate operational risks to minimise the risk and its impact.

Fraud Risk: TCL has adopted a robust Fraud Risk Management framework. It has an effective and very strong fraud risk governance mechanism that encompasses controls covering below objectives:

1. Prevent (reduce the risk of fraud from occurring);
2. Detect (discover fraud when it occurs); and
3. Respond (take corrective action and remedy the harm caused by fraud).

Changing business landscape and digitization has heightened the level of fraud risk in the environment arising due to new methods, schemes and technology. The Company continue to increase its investment in fraud prevention and detection capabilities to protect our stakeholders.

Compliance Risk: Tata Capital has a robust compliance risk management framework in place guided by a Board approved Compliance Policy which lays down the roles and responsibilities towards ensuring compliance with the applicable laws and regulations as also the role of the Compliance Department in monitoring compliance. The management of compliance risk is an integral component of the governance framework alongwith other internal control and risk management frameworks.

Cyber Security Risk: The Information Security Policy has been designed to provide an overview of the information security requirements and describe the controls that may be used to meet those requirements. It defines the overall framework for information security risk management. It documents the expected behaviour of system, data and information users. The Cyber Security Policy contains appropriate approach to combat cyber threats and cyber crisis management plan addressing the aspects: (i) Detection (ii) Response (iii) Recovery and (iv) Containment.

Reputation Risk: Reputational risk has been defined as the risk arising from negative perception on the part of customers, shareholders, investors, debt-holders, media reports that can adversely affect an organization's ability to maintain existing or establish new business relationships and continued access to sources of funding.

The Company's governance culture supported by sound risk management is aimed at ensuring to remain resilient during challenging periods and forge a sustainable future for the organisation.

The Risk Management Practices of the Company and its subsidiaries are compliant with ISO 31000:2018, which is the International Standard for Risk Management that lays down Principles, Guidelines and Framework for Risk Management in the Organization.

5. OPPORTUNITIES AND THREATS

The biggest opportunity for financial services sector in India currently lies in the sheer size of the economy. India is now the 5th largest economy worldwide and well on its way to become the 3rd largest within this decade. The GoI's infrastructure push, revival in private capex, growth of the SME ecosystem, increasing consumer demand, and potential of demographic dividend are all expected to drive this growth. Further, the current credit penetration in India – Credit to GDP ratio – remains low at ~70% compared to other larger economies; this is expected to sharply increase over the next decade backed by rapidly developing digital public infrastructure and a notable improvement in the credit appetite seen across segments. All of this indicates a significant market opportunity of INR 500 lakh crore+ for all lenders in the country.

With increasing financial inclusion, a large part of this opportunity shall arise from the deeper markets, where both banks and non-banks have started making significant inroads. This has led to both larger and smaller players alike to increasingly adopt a 'phygital' strategy allowing them to cater to this largely new-to-credit base in a cost-effective manner, leveraging both physical presence alongwith superior digital capabilities. Further, the sector is also witnessing a collaboration between incumbents and new age FinTechs for both capability building as well as distribution that has helped the former to provide their customers with a seamless experience, creating win-win propositions for all stakeholders involved in the lending lifecycle.

Over the few years, the regulator has been actively involved in bringing regulations that have strengthened the sector and improved customer protection. This shall go a long way in enabling innovation and growth in a responsible manner. In the last year alone, the RBI has introduced multiple guidelines on consumer credit & bank credit to NBFCs, fair practice code, investments in AIFs, implementation of 'Key Facts Statement' by lenders, etc. This shall also spur both banks and non-banks to conform to highest levels of corporate governance and compliance standards across the board.

While there's every reason to be optimistic about India's growth story, the sector may face some headwinds in the coming year – elevated cost of funds, margins under pressure, availability of funds for smaller non-banks, and some moderation in asset quality. While the current macroeconomic environment has been stable with overall inflation well within the target range since the start of the year, the rate cuts are not expected to kick-in at least till later part of the year. As a result, margins are expected to remain under pressure. In addition, the lower-than-expected deposit mobilization for the banks may impact their borrowing costs as well as their ability to extend credit to various sectors including NBFCs. This may further impact the non-banks. Furthermore, with recent increase in the unsecured portfolio for several players, the sector may see some moderation in the asset quality.

Nonetheless, Tata Capital continues to deliver a healthy performance year after year driven by its purpose to serve responsibly, strong risk management practices across the board and its diversified liabilities base. The Company has deployed a three-pronged strategy to adapt to the evolving business and regulatory landscape, and gain a larger foothold in the industry every year. This includes expanding our product offerings to serve the varied financial needs, doubling down on our presence in deeper markets, and focusing on bringing customer delight with end-to-end industry-leading digital platforms. Further, the Company has been focusing on increasing cross-/up sell and enhancing the wallet share by offering customized solutions to its existing as well as new customers. At all times, we have ensured strong adherence to the changing regulatory guidelines both in letter and in spirit. Overall, we believe Tata Capital is well-poised to capitalise on the opportunity ahead on the back of its well-articulated strategy, its strong technology foundation, best-in-class digital and analytical capabilities, cycle-tested risk management framework, and strong collections backbone.

6. INTERNAL CONTROL SYSTEMS

TCL's internal control system is designed to ensure operational efficiency, protection and conservation of resources, accuracy and promptness in financial reporting and compliance with laws and regulations. The internal control system is supported by an internal audit process for reviewing the design, adequacy and efficacy of the Company's internal controls, including its systems and processes and compliance with regulations and procedures. Internal Audit Reports are discussed with the Management and are reviewed by the Audit Committee of the Board, which also reviews the adequacy and effectiveness of the internal controls in the Company. TCL's internal control system is commensurate with its size and the nature of its operations.

7. INTERNAL FINANCIAL CONTROLS

The management has laid down IFC framework covering set of standards, processes and structure across the organization with reference to financial and non-financial controls to ensure that controls are adequate and are operating effectively. Internal Finance control framework has been established in line with the Internal Control - Integrated Framework (2013) issued by the Committee of Sponsoring Organizations of the Treadway Commission ("COSO") and Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (the 'Guidance Note').

During FY 2022-23, independent testing was conducted basis process walkthrough and review of samples as per documented controls in the Risk & Control matrix. Testing is performed for each control through an independent firm, on behalf of Management confirming adequacy and effectiveness of controls. During the review there were no material deficiencies or design ineffectiveness of controls was observed.

Inputs from the Internal Financial control exercise and the Risk & Control matrix is also used by Internal Audit for their annual planning as part of the Risk Based Internal Audit Policy.

8. HUMAN RESOURCES

The Company had 8,729 permanent employees as of March 31, 2024.

The Company firmly believes that Human Capital is its most important asset. A series of engagement interventions across identified key themes were undertaken to increase employee morale and the initiatives focused on key aspects such as physical and mental wellness, celebrations, leadership engagement sessions, fitness and sports, and family engagement activities.

Continuing with its journey of “Happiness at the workplace”, the Employee Engagement & Happiness Survey – 2024 was conducted. The Company had an impressive participation rate of 90% and the Engagement score was 84% which is comparable to the comparative benchmarks identified. The Company also featured amongst India’s Best Workplaces™ in BFSI – Top 50 which indicated the commitment of building a High-Trust, High-Performance Culture.

This survey was an important step in the Company’s journey to create a more positive and an even more joyful workplace by continuously seeking employee feedback. As a critical step post the survey, action planning was ensured, and several initiatives are being deployed to further strengthen engagement across the Company.

Tata Capital has deployed a structured approach to identify, develop and retain top talent. Company has enhanced its focus on hiring young and diverse workforce from prestigious B schools. The structured campus programs have enabled to add considerable number of freshers across diverse locations and functions.

Usage of analytics has increased over the year and the same is playing a key role in manpower related decisions, like performance appraisals, career progression, talent identification and rewards & recognition.

The Company continued to deploy robust learning programs through Instructor Led Virtual Training (“ILVT”) sessions complimented by digital learning to ensure continuous development of the employees. The Advanced Learning Management System & the Learning App continue to be a central depository and source to promote anytime, anywhere learning.

Consolidated Financial Statements

INDEPENDENT AUDITOR'S REPORT

TO

THE MEMBERS OF
TATA CAPITAL LIMITED

Report on the audit of the Consolidated Financial Statements

Opinion

1. We have audited the accompanying consolidated financial statements of Tata Capital Limited (hereinafter referred to as the "Holding Company") and its subsidiaries (Holding Company and its subsidiaries together referred to as "the Group"), and its associates which comprise the Consolidated Balance Sheet as at March 31, 2024, the Consolidated Statement of Profit and Loss including Other Comprehensive Income, the Consolidated Statement of Changes in Equity, the Consolidated Statement of Cash Flows for the year then ended, and notes to the Consolidated Financial Statements, including material accounting policies and other explanatory information (hereinafter referred to as the "consolidated financial statements").

2. In our opinion and to the best of our information and according to the explanations given to us, and based on consideration of reports of other auditors on separate financial statements of such subsidiaries as were audited by the other auditors, the aforesaid consolidated financial statements give the information required by the Companies Act, 2013 ("the Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended ("Rules") and other accounting principles generally accepted in India, of their consolidated state of affairs of the Group as at March 31, 2024, of consolidated profit and other comprehensive income, consolidated changes in equity and its consolidated cash flows for the year then ended.

Basis for Opinion

3. We conducted our audit of the consolidated financial statements in accordance with the Standards on Auditing (SAs), as specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group and its associates in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in terms of the Code of Ethics issued by Institute of Chartered Accountants of India ("ICAI"), and the relevant provisions of the Act 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 and on consideration of audit reports of other auditors referred to in paragraph 18 of the "Other Matters" section below, is sufficient and appropriate to provide a basis for our opinion on the Consolidated financial statements.

Emphasis of Matter

4. We draw attention to Note 52 to the Consolidated financial statements narrating the scheme of amalgamation of Tata Capital Financial Services Limited ("TCFSL") and Tata Cleantech Capital Limited ("TCCL") with the Company, which became effective on January 1, 2024 and was accounted as a common control business combination in accordance with Appendix C of Ind AS 103 - "Business Combinations" from the appointed date i.e. April 1, 2023.

   Our opinion is not modified in respect of this matter.

Key Audit Matters

5. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements for the year ended March 31, 2024. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Key Audit Matter	How the Key Audit Matter was addressed in our audit
Allowance for Expected Credit Loss (ECL) on Loan Assets: Total Loans as at March 31, 2024: ₹ 1,61,231.08 Crores ECL Provision as at March 31, 2024: ₹ 3,253.23 Crores (Refer Note 7 to the Consolidated financial statements)	
Indian Accounting Standard 109 - Financial Instruments ('Ind AS 109') requires the Company to provide for impairment of its financial assets using the expected credit loss ('ECL') approach involving an estimation of probability of loss on such financial assets, considering reasonable and supportable information about past events, current conditions and forecasts of future economic conditions which could impact the credit quality of the Company's financial assets. The estimation of impairment loss allowance on loan assets involves significant judgement and estimates, which are subject to uncertainty, and involves applying appropriate measurement principles in case of loss events. The Expected Credit Loss (ECL) is calculated using the percentage of probability of default (PD), loss given default (LGD) and exposure at default (EAD) for each of the stages of loan portfolio. Significant management judgment and assumptions involved in measuring ECL is required with respect to: • Segmentation of loan book in buckets based on common risk characteristics; • Staging of loans and in particular determining the criteria, which includes qualitative factors for identifying a significant increase in credit risk (i.e. Stage 2) and credit-impaired (i.e. Stage - 3); • factoring in future macro-economic and industry specific estimates and forecasts; • past experience and forecast data on customer behaviour on repayments; • varied statistical modelling techniques to determine probability of default, loss given default and exposure at default basis, the default history of loans, subsequent recoveries made and other relevant factors using probability-weighted scenarios. Considering the significance of the above matter to the financial statements and since the matter required significant attention to test the calculation of expected credit losses, we identified this as a key audit matter for current year audit."	Our audit procedures in respect of this area included, but not limited to: a. Obtained and read Companies policies on ECL and evaluated the appropriateness of the Company's accounting policies for impairment of financial instruments and assessed compliance of the same with Indian Accounting Standard 109-Financial Instruments ('Ind AS 109') and ensured such policy is in compliant with the requirements of the RBI circulars / guidelines; b. Obtained the policy on moratorium and restructuring of loans approved by the Board of Directors pursuant to the RBI circulars/ guidelines. c. Performed a walkthrough of the impairment loss allowance process, and assessed the design and tested operating effectiveness of the key controls over completeness and accuracy of the key inputs (including loan book as at March 31, 2024) and assumptions considered for calculation, recording and monitoring of the impairment loss recognized. These controls, amongst others, included controls over the allocation of assets into stages along with passing of journal entries and preparing disclosures; d. Obtained an understanding of the modelling techniques adopted by the Company including the key inputs and assumptions. Since, modelling assumptions and parameters were based on historical data, we assessed whether historical experience was representative of current circumstances and was relevant in view of the recent impairment losses incurred within the portfolios; e. Assessed the assumptions used by the Company for grouping and staging of loan portfolio into various categories and default buckets and their appropriateness for determining the probability-weighted default (PD) and loss-given default (LGD) rates; f. Performed sample testing of the input data used for determining the PD (probability of default) and LGD (loss given default) rates and agreed the data with the underlying books of accounts and records; g. Tested the arithmetical accuracy of computation of ECL (expected credit loss) provision performed by the Company;

Key Audit Matter	How the Key Audit Matter was addressed in our audit
	h. Tested the completeness of loans included in the ECL calculations as of March 31, 2024 by reconciling such data with the balances as per loan book register; and i. Assessed and validated the adequacy and appropriateness of the disclosures made by the management as per the requirements of Ind AS 109 -'Financial Instruments' in the Consolidated Financial Statements.
Information Technology ("IT") System and Controls	
The Company is dependent on its information technology ('IT') systems due to the significant number of transactions that are processed daily across such multiple and discrete IT systems. Also, IT application controls are critical to ensure that changes to applications and underlying data are made in an appropriate manner and under controlled environment. Appropriate controls contribute to mitigating the risk of potential fraud or errors as a result of changes to applications and data. On account of the pervasive use of IT systems across varied different phases of business, the testing with respect to general computer controls of the IT systems used in financial reporting was identified to be a key audit matter. The Company has a complex IT architecture to support its day-to-day business operations. High volume of transactions is processed and recorded on single or multiple applications. The reliability and security of IT systems plays a key role in the business operations of the Company. Since large volume of transactions are processed daily, IT controls are required to ensure that applications process data as expected and that changes are made in an appropriate manner. Appropriate IT general controls and application controls are required to ensure that such IT systems are able to process the data, as required, completely, accurately and consistently for reliable financial reporting.	Our audit procedures in respect of this area included, but not limited to: a. Involved IT specialists as part of the audit for the purpose of testing the IT general controls and application controls (automated and semi-automated controls) to determine the accuracy of the information produced by the Company's IT systems. b. Obtained an understanding of the Company's IT applications, databases and operating systems relevant to financial reporting and the control environment, including an understanding of the process, mapping of applications and understanding financial risks posed by people-process and technology. c. Tested design and operating effectiveness of key controls over user access management (including user access provisioning, de-provisioning, user access review, password configuration review and privilege access), change management (including compliance of change release in production environment to the defined procedures), program development (including review of data migration activity), computer operations (including testing of key controls pertaining to, backup, batch processing, incident management and data centre security). d. Performed procedures for a selected group of key controls over financial and reporting system to determine that these controls remained unchanged during the year or were changed following the standard change management process.

Key Audit Matter	How the Key Audit Matter was addressed in our audit
The Company's key financial accounting and reporting processes are highly dependent on information systems including automated controls in systems, such that there exists a risk that gaps in the IT control environment could result in the financial accounting and reporting records being materially misstated. The Company uses several systems for its overall financial reporting. In addition to it, large transaction volumes and the increasing challenges to protect the integrity of the Company's systems and data, we have identified 'IT systems and automated controls' as key audit matter because of the high-level automation, significant number of systems being used by the management and the complexity of the IT architecture and its impact on the financial reporting system.	e. Tested key automated and manual business cycle controls including testing of alternate procedures to assess whether there were any unaddressed IT risks that would materially impact the financial statements.

Information Other than the Consolidated financial statements and Auditor's Report Thereon

6. The Holding Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Holding Company's Annual Report but does not include the consolidated financial statements and our auditor's report thereon. The Other Information is expected to be made available to us after the date of this auditor's report.

7. Our opinion on the consolidated financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

8. In connection with our audit of the consolidated financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

9. When we read the Other Information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance under SA 720 'The Auditor's responsibilities Relating to Other Information'.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

10. The Holding Company's Board of Directors are responsible for the preparation and presentation of these consolidated financial statements in term of the requirements of the Act that give a true and fair view of the consolidated financial position, consolidated financial performance, consolidated changes in equity and consolidated cash flows of the Group including its Associates in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under section 133 of the Act read with Rules, as amended. The respective Management and Board of Directors of the companies included in the Group and of its associates are responsible for maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding the assets of the Group and of its associates for preventing and detecting frauds and other irregularities; the selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the consolidated financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error, which have been used for the purpose of preparation of the consolidated financial statements by the Management and

Board of Directors of the Holding Company, as aforesaid.

11. In preparing the consolidated financial statements, the respective Management and Board of Directors of the companies included in the Group and of its associates are responsible for assessing the ability of the Group and of its associates to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

12. The respective Board of Directors of the companies included in the Group and of its associates are responsible for overseeing the financial reporting process of each company.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

13. Our objectives are to obtain reasonable assurance about whether the consolidated financial statements 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 consolidated financial statements.

14. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

    14.1 Identify and assess the risks of material misstatement of the consolidated financial statements, 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.

    14.2 Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the Holding Company has adequate internal financial controls with reference to consolidated financial statements in place and the operating effectiveness of such controls.

    14.3 Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management and Board of Directors.

    14.4 Conclude on the appropriateness of the management and 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 ability of the Group and its associates 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 consolidated financial statements 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 Group and its associates to cease to continue as a going concern.

    14.5 Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the

underlying transactions and events in a manner that achieves fair presentation.

14.6 Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group and its associates to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the audit of the financial statements of such entities included in the consolidated financial statements of which we are the independent auditors. For the other entities included in the consolidated financial statements, which have been audited by other auditors, such other auditors remain responsible for the direction, supervision and performance of the audits carried out by them. We remain solely responsible for our audit opinion.

15. We communicate with those charged with governance of the Holding Company and such other entities included in the consolidated financial statements of which we are the independent auditors 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.

16. 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.

17. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Consolidated financial statements for the year ended March 31, 2024 and are therefore, the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matters

18. We did not audit the financial statements of 9 subsidiaries whose Financial Statements reflect Group's share of total assets of ₹ 55,154.78 crores as at March 31, 2024, Group's share of total revenue of ₹ 5,325.26 crores, Group's share of total net profit after tax of ₹ 1,180.17 crores, and Group's share of total comprehensive income of ₹ 1200.89 crores, for the period from April 1, 2023 to March 31, 2024 and Group's net cash inflow of ₹ 958.76 Crores for the year ended as on date respectively, as considered in the consolidated financial statements. These financial statements have been audited by other auditors whose reports have been furnished to us by the Management and our opinion on the consolidated financial statements, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, and our report in terms of sub-section (3) of Section 143 of the Act, in so far as it relates to the aforesaid subsidiaries, is based solely on the reports of the other auditors.

19. The consolidated financial statements include the unaudited financial information of 12 associate(s) financial information reflect Group's share of total net loss after tax of ₹ 11.65 Crores as considered in the consolidated financial statements. This unaudited financial information have been furnished to us by the Management and our opinion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these associates is based solely on such unaudited financial information. In our opinion and according to the information and explanations given to us by the Management, these financial information are not material to the Group.

20. The consolidated financial statements include the audited financial statements of 8 subsidiaries whose financial statements reflect Group's share of total assets of ₹ 2,153.97 Crores as at March 31, 2024, Group's share of total revenue of ₹ 311.73 Crores, Group's share of total net profit after tax ₹ 236.69 Crores and Group's share of net cash inflow of ₹ 132.53 Crores for the year ended on that date as considered in the consolidated financial statements, which have been audited by one of the joint auditors of the Holding Company. The independent auditor's report on the financial statements of this entities has been furnished to us by the management and our opinion on financial statements, in so far as it relates to amounts and disclosures in respect of this entity, is based solely on the report of such auditors and

the procedures performed by us as stated in the paragraph above.

21. The consolidated financial statements of the Company for the year ended March 31, 2023, were audited by one of the current joint auditor whose report dated April 27, 2023 expressed an unmodified opinion.

22. Our opinion on the consolidated financial statements, and our report on Other Legal and Regulatory Requirements below, is not modified in respect of the above matters with respect to our reliance on the work done and the reports of the other auditors and the financial information certified by the Management.

Report on Other Legal and Regulatory Requirements

23. As required by Section 143(3) of the Act, based on our audit and on the consideration of the reports of the other auditors on separate financial statements of such subsidiaries, as were audited by other auditors and management provided financial information for associates, as noted in the "Other Matters" paragraph, we report, to the extent applicable, that:

    23.1 We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit of the aforesaid consolidated financial statements.

    23.2 In our opinion, proper books of account as required by law relating to preparation of the aforesaid consolidated financial statements have been kept so far as it appears from our examination of those books and the reports of the other auditors except for the matters stated in paragraph 24.8 below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended).

    23.3 The Consolidated Balance Sheet, the Consolidated Statement of Profit and Loss including other comprehensive income, the Consolidated Statement of Changes in Equity and the Consolidated Statement of Cash Flow dealt with by this Report are in agreement with the relevant books of account maintained for the purpose of preparation of the consolidated financial statements.

    23.4 In our opinion, the aforesaid consolidated financial statements comply with the Indian Accounting Standards specified under Section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended.

    23.5 On the basis of the written representations received from the directors of the Holding Company as on March 31, 2024 taken on record by the Board of Directors of the Holding Company and the reports of the statutory auditors of its subsidiary companies and associate companies, none of the directors of the Group companies and its associate companies are disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164 (2) of the Act.

    23.6 The modification relating to the maintenance of accounts and other matters connected therewith are as stated in the paragraph 23.2 above on reporting under Section 143(3)(b) and paragraph 24.8 (vi) below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.

    23.7 With respect to the adequacy of internal financial controls with reference to consolidated financial statements of the Group and its associate companies and the operating effectiveness of such controls, refer to our separate report in "Annexure A".

24. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditor's) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us and based on the consideration of audit reports of the other auditors on separate financial statements of such subsidiaries, as noted in the "Other Matters" paragraph

    24.1 The consolidated financial statements disclose the impact of pending litigations on the consolidated financial position of the Group and it associates - Refer Note 35 to the consolidated financial

statements.

24.2 Provision has been made in the consolidated financial statements, as required under the applicable law or Ind AS, for material foreseeable losses, if any, on long-term contracts including derivative contracts - Refer Note 50 to the consolidated financial statements in respect of such items as it relates to the Group and its associates.

24.3 There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Holding Company, its subsidiary companies and associate companies incorporated in India.

24.4 The respective managements of the Holding Company, its subsidiaries incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiaries to best of their knowledge and belief, as disclosed in the Note 53 to the Consolidated financial statements, that no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Holding Company or any of such subsidiaries to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, whether, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Holding Company or any of such subsidiaries ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

24.5 The respective managements of the Holding Company, its subsidiaries which are companies incorporated in India whose financial statements have been audited under the Act have represented to us and the other auditors of such subsidiaries, respectively, to best of their knowledge and belief, that no funds have been received by the Holding Company or any of such subsidiaries from any person(s) or entity(ies), including foreign entities ('Funding Parties'), with the understanding, whether recorded in writing or otherwise, that the Holding Company or any of such subsidiaries shall, whether, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ('Ultimate Beneficiaries') or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

24.6 Based on such audit procedures, that has been considered reasonable and appropriate in the circumstances, performed by us and those performed by auditors of the subsidiaries incorporated in India whose financial statements have been audited under the Act and according to the information and explanations provided to us by the Management in this regard, nothing has come to our or other auditor's notice that has caused us or other auditors to believe that the representation under paragraph 24.4 and 24.5 contain any material misstatement.

24.7 On the basis of our verification and on consideration of the reports of the statutory auditors of subsidiaries and associates that are Indian companies under the Act, we report that:

a. The final dividend proposed in the previous year, declared and paid by the Holding Company during the year is in accordance with section 123 of the Act to the extent it applies to payment of dividend.

b. The interim dividend declared and paid by the Holding Company during the year and until the date of the audit report is in accordance with section 123 of the Act to the extent it applies to payment of dividend.

c. The Board of Directors of the Holding Company, its subsidiaries, associates and joint ventures have proposed final dividend for the year which is subject to the approval of their respective members at the ensuing Annual General Meeting. The dividend declared is in

accordance with section 123 of the Act to the extent it applies to declaration of dividend.

24.8 Based on our examination which included test checks and based on the reports of the respective auditors of two subsidiaries, incorporated in India, the Holding Company, and its subsidiaries have used accounting software's for maintaining and recording loans and advances in its books of accounts, which has a feature of recording audit trail (edit log) facility. As observed, during the course of our audit, the edit log feature in one of the limbs of an accounting software of the Holding Company and one subsidiary, was enabled and made effective from March 1, 2024. Further, in case of another software used by the Holding Company, the same is not observed to have been so enabled for bulk upload transactions as well as at the database level to log any direct data changes for the Holding Company. The audit trail facility at the database level was enabled from September 1, 2023. Except for these instances, the audit trail facility in the accounting software has been operating throughout the year for all relevant transactions recorded in the software and we did not come across any instance of audit trail feature being disabled or tampered with during the course of our audit. As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from 1 April 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.

25. In our opinion and according to the information and explanations given to us and based on the reports of the statutory auditors of such subsidiary companies, and management provided information in respect of associate companies incorporated in India which were not audited by us, the remuneration paid during the current year by the Holding Company, its subsidiary companies, and its associate companies incorporated in India to its directors is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director by the Holding Company, its subsidiary companies, and its associate companies incorporated in India is not in excess of the limit laid down under Section 197 of the Act.

26. With respect to the matters specified in paragraphs 3 and 4 of the Companies (Auditor's Report) Order,2020 ('CARO') issued by Central Government in terms of Section 143(11) of the Act, to be included in Auditor's report, according to the information and explanations given to us, and based on the CARO reports issued by us for the Company and based on our consideration of CARO reports issued by respective auditors of the companies included in consolidated financial statements, we report that there are no qualifications or adverse remarks in these CARO reports.

For **KKC & Associates LLP**
Chartered Accountants
(Formerly Khimji Kunverji & Co LLP)
ICAI Firm Registration Number: 105146W/W100621

Hasmukh B Dedhia
Partner
ICAI Membership Number: 033494
UDIN: 24033494BKCRBN4065
Mumbai
May 10, 2024

M S K A & Associates
Chartered Accountants
ICAI Firm Registration Number: 105047W

Swapnil Kale
Partner
ICAI Membership Number: 117812
UDIN: 24117812BKFIEV3608
Mumbai
May 10, 2024

ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE CONSOLIDATED FINANCIAL STATEMENTS OF TATA CAPITAL LIMITED

[Referred to in paragraph 23.7 under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report of even date to the Members of Tata Capital Limited on the consolidated Financial Statements for the year ended March 31, 2024]

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (the "Act")

Opinion

1. In conjunction with our audit of the consolidated financial statements of the Company as of and for the year ended March 31, 2024, we have audited the internal financial controls reference to consolidated financial statements of Tata Capital Limited (hereinafter referred to as "the Holding Company") which includes the internal financial controls over financial reporting of the Holding Company and its subsidiary companies (the Holding Company and its subsidiaries together referred to as the "Group") which are companies incorporated in India, as of that date.

2. In our opinion, and to the best of our information and according to the explanations given to us, the Holding Company, its subsidiary companies, which are companies incorporated in India, have, in all material respects, an adequate internal financial controls with reference to consolidated financial statements and such internal financial controls with reference to consolidated financial statements were operating effectively as at March 31, 2024, based on the internal financial controls with reference to consolidated financial statements criteria established by the respective companies considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India ("the Guidance Note").

Management and Board of Director's Responsibility for Internal Financial Controls

3. The respective Management and the Board of Directors of the Holding Company, its subsidiary companies, which are companies incorporated in India, are responsible for establishing and maintaining internal financial controls based on the internal control with reference to consolidated financial statements criteria established by the respective companies considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to the respective company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's Responsibility

4. Our responsibility is to express an opinion on the internal financial controls with reference to consolidated financial statements of the Group, based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to consolidated financial statements was established and maintained and if such controls operated effectively in all material respects.

5. Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to consolidated financial statements and their operating effectiveness. Our audit of internal financial controls with reference to consolidated financial statements included obtaining an understanding of internal financial controls with reference to consolidated financial statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error.

6. We believe that the audit evidence we have obtained and the audit evidence obtained by the other auditors in terms of their reports referred to in the Other Matter paragraph below, is sufficient and appropriate to provide a basis for our audit opinion on the internal financial controls with reference to consolidated financial statements of the Group.

Meaning of Internal Financial Controls With Reference to Consolidated Financial Statements

7. A company's internal financial control with reference to consolidated financial statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of consolidated financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to consolidated financial statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of consolidated financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the consolidated financial statements.

Inherent Limitations of Internal Financial Controls With Reference to Consolidated Financial Statements

8. Because of the inherent limitations of internal financial controls with reference to consolidated financial statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to consolidated financial statements to future periods are subject to the risk that the internal financial control with reference to consolidated financial statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

Other Matter

9. Our aforesaid report under Section 143(3)(i) of the Act on the adequacy and operating effectiveness of the internal financial controls with reference to consolidated financial statements insofar as it relates to subsidiary companies incorporated in India, is based on the corresponding reports of the auditor of such subsidiaries incorporated in India. Our opinion is not modified in respect of this matter.

For **KKC & Associates LLP**
Chartered Accountants
(formerly Khimji Kunverji & Co LLP)
ICAI Firm Registration Number: 105146W/W100621

Hasmukh B Dedhia
Partner
ICAI Membership Number: 033494
UDIN: 24033494BKCRBN4065

Mumbai
May 10, 2024

M S K A & Associates
Chartered Accountants
ICAI Firm Registration Number: 105047W

Swapnil Kale
Partner
ICAI Membership Number: 117812
UDIN: 24117812BKFIEV3608

Mumbai
May 10, 2024

CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2024

(₹ in crore)

Particulars	Note No.	As at March 31, 2024	As at March 31, 2023
ASSETS			
(1) Financial Assets			
(a) Cash and cash equivalents	3	**6,771.16**	3,058.88
(b) Bank balance other than (a) above	4	**224.42**	257.82
(c) Derivative financial instruments	5	**242.62**	229.58
(d) Receivables			
(i) Trade receivables	6 *(i)*	**89.38**	74.91
(ii) Other receivables	6 *(ii)*	**1.88**	0.37
(e) Loans	7	**1,57,760.55**	1,16,788.72
(f) Investments	8	**7,902.02**	12,658.97
(g) Other financial assets	9	**571.15**	364.12
		1,73,563.18	**1,33,433.37**
(2) Non-Financial Assets			
(a) Current tax assets	*10 (i)*	**167.31**	172.08
(b) Deferred tax assets (net)	*10 (ii)*	**466.50**	381.07
(c) Investments accounted using equity method	11	**830.78**	595.07
(d) Investment property	12	**3.02**	19.87
(e) Property, plant and equipment	12	**832.93**	486.27
(f) Capital work-in-progress	*12 (i)*	**4.15**	11.30
(g) Intangible assets under development	*12 (ii)*	**4.11**	8.72
(h) Other intangible assets	12	**42.79**	32.55
(i) Right of use assets	37	**311.59**	193.93
(j) Other non-financial assets	13	**467.62**	291.87
		3,130.80	**2,192.73**
Total Assets		**1,76,693.98**	**1,35,626.10**
LIABILITIES AND EQUITY			
(1) Financial Liabilities			
(a) Derivative financial instruments	5	**46.33**	62.32
(b) Payables	14		
(i) Trade payables			
- Total outstanding dues of micro enterprises and small enterprises		**3.82**	7.03
- Total outstanding dues of creditors other than micro enterprises and small enterprises		**1,403.39**	1,232.16
(ii) Other payables			
- Total outstanding dues of micro enterprises and small enterprises		-	-
- Total outstanding dues of creditors other than micro enterprises and small enterprises		-	-

CONSOLIDATED BALANCE SHEET AS AT MARCH 31, 2024

(₹ in crore)

Particulars	Note No.	As at March 31, 2024	As at March 31, 2023
(c) Debt securities	15	**60,503.68**	51,375.58
(d) Borrowings (Other than debt securities)	16	**79,142.88**	54,934.13
(e) Subordinated liabilities	17	**8,538.73**	7,026.20
(f) Lease liabilites	37	**326.53**	205.38
(g) Other financial liabilities	18	**1,378.02**	1,986.77
		1,51,343.38	**1,16,829.57**
(2) Non-Financial Liabilities			
(a) Current tax liabilities	*10 (ii)*	**396.73**	337.98
(b) Provisions	19	**106.83**	99.46
(c) Other non-financial liabilities	20	**264.93**	210.42
		768.49	**647.86**
(3) Equity			
(a) Equity share capital	21	**3,703.05**	3,507.07
(b) Shares pending for issuance		**-**	71.65
(c) Other equity	22	**19,714.08**	13,761.14
Equity attributable to owners of the Company		**23,417.13**	**17,339.86**
(4) Non-controlling interest		**1,164.98**	**808.81**
Total Liabilities and Equity		**1,76,693.98**	**1,35,626.10**
Material accounting policies			2
See accompanying notes forming part of the Financial Statements			3 to 54

In terms of our report attached,

For KKC & Associates LLP
Chartered Accountants
(formerly Khimji Kunverji & Co LLP)
Firm's Registration No: 105146W/W100621

Hasmukh B. Dedhia
(Partner)
Membership No: 033494
Mumbai

M S K A & Associates
Chartered Accountants
Firm's Registration No: 105047W

Swapnil Kale
(Partner)
Membership No: 117812
Mumbai

May 10, 2024

For and on behalf of the Board of Directors

Saurabh Agrawal
(Chairman)
DIN: 02144558

F. N. Subedar
(Director)
DIN: 00028428

Varsha Purandare
(Independent Director)
DIN : 05288076

Nagaraj Ijari
(Independent Director)
DIN: 09390579

V.S. Radhakrishnan
(Independent Director)
DIN: 08064705

Sujit Kumar Varma
(Independent Director)
DIN: 09075212

Aarthi Subramanian
(Director)
DIN: 07121802

Rajiv Sabharwal
(Managing Director & CEO)
DIN: 00057333

Sarita Kamath
(Head - Legal and Compliance & Company Secretary)

Rakesh Bhatia
(Chief Financial Officer)

CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2024

(₹ in crore)

Particulars	Note No.	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Revenue from operations			
(i) Interest income	23	**16,366.47**	11,910.90
(ii) Dividend income		**36.19**	0.79
(iii) Rental income		**203.41**	269.26
(iv) Fee and commission income	24	**1,045.88**	569.58
(v) Net gain/ (loss) on fair value changes	25	**490.03**	63.74
(vi) Net gain on derecognition of associates		**32.84**	814.58
I Total revenue from operations		**18,174.82**	**13,628.85**
II Other income	**26**	**23.56**	**8.64**
III Total income (I+II)		**18,198.38**	**13,637.49**
Expenses			
(i) Finance costs	27	**9,568.23**	6,600.64
(ii) Impairment / derecognition on investment in associates		**10.09**	7.65
(iii) Impairment on financial instruments	28	**592.26**	574.29
(iv) Employee benefit expenses	29	**1,850.09**	1,294.18
(v) Depreciation, amortisation and impairment	12	**287.50**	226.02
(vi) Other expenses	30	**1,486.61**	1,144.85
IV Total expenses		**13,794.78**	**9,847.63**
V Profit from continuing operations before exceptional items, share of net profits of investments accounted for using equity method and tax		**4,403.60**	**3,789.86**
VI Share in profit of associates		**(11.57)**	146.70
VII Profit from continuing operations before exceptional items and tax (V + VI)		**4,392.03**	**3,936.56**
VIII Exceptional items		**-**	**-**
IX Profit before tax from continuing operations (VII + VIII)		**4,392.03**	**3,936.56**
Tax expenses			
(i) Current tax		**1,071.76**	1,070.39
(ii) Deferred tax		**(6.69)**	(79.60)
X Net tax expenses		**1,065.07**	**990.79**
XI Profit for the year from continuing operations (IX-X)		**3,326.96**	**2,945.77**

CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2024

(₹ in crore)

Particulars	Note No.	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
XII Other Comprehensive Income			
A Items that will not be reclassified to profit or loss			
Owners of the Company			
(a) Remeasurement of defined employee benefit plans		**(2.72)**	(12.44)
(b) Tax relating to Remeasurement of defined employee benefit plans		**0.67**	3.17
(c) Changes in fair values of investment in equities carried at Fair Value Through Other Comprehensive Income (FVTOCI)		**1,121.04**	2,229.95
(d) Tax on Changes in fair values of investment in equities carried at FVTOCI		**(148.04)**	(532.62)
Non controlling interest			
(a) Changes in fair values of investment in equities carried at FVTOCI (net of taxes)		**192.29**	55.64
B Items that will be reclassified to profit or loss			
Owners of the Company			
(a) Debt instruments measured through FVTOCI		**22.25**	(12.12)
(b) Tax on Debt instruments through FVTOCI		**(3.78)**	2.11
(c) Fair value loss on financial assets carried at FVTOCI		**14.99**	(4.17)
(d) Tax relating to fair value gain on financial asset measured through FVTOCI		**(3.77)**	1.01
(e) The effective portion of gain on hedging instruments in a cash flow hedge		**(80.70)**	40.82
(f) Tax relating to the effective portion of gain on hedging instruments in a cash flow hedge		**20.31**	(10.27)
(g) Share of other comprehensive income in associates (net)		**(0.18)**	(8.58)
(h) Exchange differences in translating financial statements of foreign operations		**8.03**	47.63
Non controlling interest			
(a) Fair value loss on financial asset measured through FVTOCI (net of tax)		**0.11**	(0.09)
Total Other Comprehensive Income		**1,140.50**	**1,800.04**
XIII Total Comprehensive Income for the year (XI+XII)		**4,467.46**	**4,745.81**

CONSOLIDATED STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2024

(₹ in crore)

Particulars	Note No.	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
XIV Profit for the year attributable to:			
Owners of the company		**3,150.21**	3,029.20
Non-controlling interest		**176.75**	(83.43)
XV Other comprehensive income for the year attributable to:			
Owners of the company		**948.10**	1,744.49
Non-controlling interest		**192.40**	55.55
XVI Total comprehensive income for the year attributable to: (XIV+XV)			
Total comprehensive income for the year attributable to:			
Owners of the company		**4,098.31**	4,773.69
Non-controlling interest		**369.15**	(27.88)
XVII Earnings per equity share (Face value : ₹ 10 per share)	38		
(1) Basic (₹)		**8.57**	8.44
(2) Diluted (₹)		**8.57**	8.44
Material accounting policies			2
See accompanying notes forming part of the Consolidated Financial Statements			3 to 54

In terms of our report attached,

For KKC & Associates LLP
Chartered Accountants
(formerly Khimji Kunverji & Co LLP)
Firm's Registration No: 105146W/W100621

Hasmukh B. Dedhia
(Partner)
Membership No: 033494
Mumbai

M S K A & Associates
Chartered Accountants
Firm's Registration No: 105047W

Swapnil Kale
(Partner)
Membership No: 117812
Mumbai

May 10, 2024

For and on behalf of the Board of Directors

Saurabh Agrawal
(Chairman)
DIN: 02144558

F. N. Subedar
(Director)
DIN: 00028428

Varsha Purandare
(Independent Director)
DIN : 05288076

Nagaraj Ijari
(Independent Director)
DIN: 09390579

V.S. Radhakrishnan
(Independent Director)
DIN: 08064705

Sujit Kumar Varma
(Independent Director)
DIN: 09075212

Aarthi Subramanian
(Director)
DIN: 07121802

Rajiv Sabharwal
(Managing Director & CEO)
DIN: 00057333

Sarita Kamath
(Head - Legal and Compliance & Company Secretary)

Rakesh Bhatia
(Chief Financial Officer)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED MARCH 31, 2024

a Equity share capital

Particulars	As at March 31, 2024		As at March 31, 2023	
	No. of Shares	(₹ in crore)	No. of Shares	(₹ in crore)
Issued, subscribed and fully paid up equity shares outstanding at the beginning of the year	**3,50,70,80,834**	**3,507.07**	**3,46,33,69,745**	**3,463.35**
Changes in equity share capital due to prior period errors	-	-	-	-
Restated balance	**3,50,70,80,834**	**3,507.07**	**3,46,33,69,745**	**3,463.35**
Add: Shares issued during the year	**18,62,87,307**	**186.28**	4,39,52,097	43.95
Add: Subscription of right issue by ESOP trust	**(15,92,510)**	**(1.59)**	(6,63,088)	(0.66)
Add/(less): Net shares issued to Employees by ESOP trust	**1,12,78,788**	**11.28**	4,22,080	0.42
Add/(Less): Loans to Employees (net)		**0.01**		0.01
Issued, subscribed and fully paid up equity shares outstanding at the end of the year	**3,70,30,54,419**	**3,703.05**	**3,50,70,80,834**	**3,507.07**

b Other equity

(₹ in crore)

Particulars	Reserves and surplus							
	Securities premium	Capital reserve	Capital Redemption Reserve	Debenture Redemption Reserve	Special Reserve Account	Retained earnings	General reserve	Employee stock option outstanding account
Balance as at April 01, 2022	**2,631.62**	**0.43**	**5.75**	**300.00**	**1,743.35**	**3,656.60**	**20.26**	**32.96**
Changes in accounting policy / prior period errors	-	-	-	-	-	-	-	-
Restated balance as at April 1, 2022	**2,631.62**	**0.43**	**5.75**	**300.00**	**1,743.35**	**3,656.60**	**20.26**	**32.96**
Profit for the year (a)	-	-	-	-	-	3,029.20	-	-
Other comprehensive income, net of tax (b)	-	-	-	-	-	-	-	-
Total comprehensive income for the year (c)=(a)+(b)	-	-	-	-	-	3,029.20	-	-
Elimination against shares held by the ESOP Trust	(8.15)	-	-	-	-	-	-	-
Issue of equity shares	549.84	-	-	-	-	-	-	-
Share issue expenses	(0.08)	-	-	-	-	-	-	-
Employee share options (net)	-	-	-	-	-	-	-	16.51
Transfer to Special Reserve Account	-	-	-	-	650.13	(650.13)	-	-
Transfer to General Reserve Account	-	-	-	(300.00)	-	-	301.35	(1.35)
Loan given to employees for ESOP's held	0.02	-	-	-	-	-	-	-
Interim dividend on equity shares (including tax on dividend)	-	-	-	-	-	(55.42)	-	-
Increase/(decrease) in non-controlling interests due to dilution/ divestment/acquisition	-	-	-	-	-	(20.11)	-	-
Payout of income to contributors	-	-	-	-	-	-	-	-
Transfer to/(from) retained earning	-	-	-	-	-	(3.46)	-	-
Balance as at March 31, 2023	**3,173.25**	**0.43**	**5.75**	**-**	**2,393.48**	**5,956.68**	**321.61**	**48.12**
Changes in accounting policy / prior period errors	-	-	-	-	-	-	-	-

Particulars	Reserves and surplus							
	Securities premium	Capital reserve	Capital Redemption Reserve	Debenture Redemption Reserve	Special Reserve Account	Retained earnings	General reserve	Employee stock option outstanding account
Restated balance as at April 1, 2023	**3,173.25**	**0.43**	**5.75**	**-**	**2,393.48**	**5,956.68**	**321.61**	**48.12**
Profit for the year (a)	-	-	-	-	-	3,150.21	-	-
Other comprehensive income, net of tax (b)	-	-	-	-	-	-	-	-
Total comprehensive income for the year (c)=(a)+(b)	-	-	-	-	-	3,150.21	-	-
Elimination against shares held by the ESOP Trust	(14.99)	-	-	-	-	-	-	-
Issue of equity shares	1,888.65	-	-	-	-	-	-	-
Share issue expenses	(0.06)	-	-	-	-	-	-	-
Employee share options (net)	-	-	-	-	-	-	-	30.18
Transfer to Special Reserve Account	-	-	-	-	719.46	(719.46)	-	-
Transfer to General Reserve Account	-	-	-	-	-	-	21.79	(21.79)
Loan given to employees for ESOP's held	0.01	-	-	-	-	-	-	-
Interim dividend on equity shares	-	-	-	-	-	(73.66)	-	-
Increase/(decrease) in non-controlling interests due to dilution/ divestment/acquisition	-	-	-	-	-	26.57	-	-
Payout of income to contributors	-	-	-	-	-	-	-	-
Transfer to retained earning on derecognition of assets (net of tax)	-	-	-	-	-	1,212.49	-	-
Transfer to/(from) retained earning	-	-	-	-	-	3.11	-	-
Balance as at March 31, 2024	**5,046.86**	**0.43**	**5.75**	**-**	**3,112.94**	**9,555.94**	**343.40**	**56.51**

Particulars	Items of other comprehensive income						Total Other Equity	Non-Controlling interest	Total
	Foreign currency translation reserve	Remeasurement of defined benefit liability / asset	Fair value changes of financial instrument measured at FVTOCI	Debt instruments through OCI	Cash flow hedge reserve	Equity instruments through OCI			
Balance as at April 01, 2022	91.07	(3.57)	19.85	(9.15)	15.67	-	8,504.84	796.15	9,300.99
Changes in accounting policy / prior period errors	-	-	-	-	-	-	-	-	-
Restated balance as at April 1, 2022	**91.07**	**(3.57)**	**19.85**	**(9.15)**	**15.67**	**-**	**8,504.84**	**796.15**	**9,300.99**
Profit for the year (a)	-	-	-	-	-	-	3,029.20	(83.43)	2,945.77
Other comprehensive income, net of tax (b)	47.63	(9.27)	(11.74)	(10.01)	30.55	1,697.33	1,744.49	55.55	1,800.04
Total comprehensive income for the year (c)=(a)+(b)	47.63	(9.27)	(11.74)	(10.01)	30.55	1,697.33	4,773.69	(27.88)	4,745.81
Elimination against shares held by the ESOP Trust	-	-	-	-	-	-	(8.15)	-	(8.15)
Issue of equity shares	-	-	-	-	-	-	549.84	-	549.84
Share issue expenses	-	-	-	-	-	-	(0.08)	-	(0.08)
Employee share options (net)	-	-	-	-	-	-	16.51	-	16.51
Transfer to Special Reserve Account	-	-	-	-	-	-	-	-	-
Transfer to General Reserve Account	-	-	-	-	-	-	-	-	-
Loan given to employees for ESOP's held	-	-	-	-	-	-	0.02	-	0.02
Interim dividend on equity shares (including tax on dividend)	-	-	-	-	-	-	(55.42)	-	(55.42)
Increase/(decrease) in non-controlling interests due to dilution/ divestment/acquisition	-	-	-	-	-	-	(20.11)	223.27	203.16
Payout of income to contributors	-	-	-	-	-	-	-	(182.73)	(182.73)
Transfer to/(from) retained earning	-	-	-	3.46	-	-	-	-	-
Balance as at March 31, 2023	**138.70**	**(12.84)**	**8.11**	**(15.70)**	**46.22**	**1,697.33**	**13,761.14**	**808.81**	**14,569.95**
Changes in accounting policy / prior period errors	-	-	-	-	-	-	-	-	-

Particulars	Items of other comprehensive income						Total Other Equity	Non-Controlling interest	Total
	Foreign currency translation reserve	Remeasurement of defined benefit liability / asset	Fair value changes of financial instrument measured at FVTOCI	Debt instruments through OCI	Cash flow hedge reserve	Equity instruments through OCI			
Restated balance as at April 1, 2023	**138.70**	**(12.84)**	**8.11**	**(15.70)**	**46.22**	**1,697.33**	**13,761.14**	**808.81**	**14,569.95**
Profit for the year (a)	-	-	-	-			3,150.21	176.75	3,326.96
Other comprehensive income, net of tax (b)	8.03	(2.05)	11.04	18.47	(60.39)	973.00	948.10	192.40	1,140.50
Total comprehensive income for the year (c)=(a)+(b)	8.03	(2.05)	11.04	18.47	(60.39)	973.00	4,098.31	369.15	4,467.46
Elimination against shares held by the ESOP Trust	-	-	-	-	-	-	(14.99)	-	(14.99)
Issue of equity shares	-	-	-	-	-	-	1,888.65	-	1,888.65
Share issue expenses	-	-	-	-	-	-	(0.06)	-	(0.06)
Employee share options (net)	-	-	-	-	-	-	30.18	-	30.18
Transfer to Special Reserve Account	-	-	-	-	-	-	-	-	-
Transfer to General Reserve Account	-	-	-	-	-	-	-		-
Loan given to employees for ESOP's held	-	-	-	-	-	-	0.01	-	0.01
Interim dividend on equity shares	-	-	-	-	-	-	(73.66)	-	(73.66)
Increase in non-controlling interests due to investments	-	-	-	-	-	-	26.57	255.80	282.37
Payout of income to contributors	-	-	-	-	-	-	-	(268.78)	(268.78)

Particulars	Items of other comprehensive income						Total Other Equity	Non-Controlling interest	Total
	Foreign currency translation reserve	Remeasurement of defined benefit liability / asset	Fair value changes of financial instrument measured at FVTOCI	Debt instruments through OCI	Cash flow hedge reserve	Equity instruments through OCI			
Transfer to retained earning on derecognition of assets (net of tax)	-	-	-	-	-	(1,214.56)	(2.07)	-	(2.07)
Transfer to/(from) retained earning	-	-	1.93	(5.04)	-	-	-	-	-
Balance as at March 31, 2024	**146.73**	**(14.89)**	**21.08**	**(2.27)**	**(14.17)**	**1,455.77**	**19,714.08**	**1,164.98**	**20,879.06**
Material accounting policies					2				
See accompanying notes forming part of the Consolidated Financial Statements					3 to 54				

In terms of our report attached,

For KKC & Associates LLP
Chartered Accountants
(formerly Khimji Kunverji & Co LLP)
Firm's Registration No: 105146W/W100621

Hasmukh B. Dedhia
(Partner)
Membership No: 033494
Mumbai

M S K A & Associates
Chartered Accountants
Firm's Registration No: 105047W

Swapnil Kale
(Partner)
Membership No: 117812
Mumbai

May 10, 2024

For and on behalf of the Board of Directors

Saurabh Agrawal
(Chairman)
DIN: 02144558

F. N. Subedar
(Director)
DIN: 00028428

Varsha Purandare
(Independent Director)
DIN : 05288076

Nagaraj Ijari
(Independent Director)
DIN: 09390579

V.S. Radhakrishnan
(Independent Director)
DIN: 08064705

Sujit Kumar Varma
(Independent Director)
DIN: 09075212

Aarthi Subramanian
(Director)
DIN: 07121802

Rajiv Sabharwal
(Managing Director & CEO)
DIN: 00057333

Sarita Kamath
(Head - Legal and Compliance & Company Secretary)

Rakesh Bhatia
(Chief Financial Officer)

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2024

(₹ in crore)

Particulars	Note No.	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
1. CASH FLOW FROM OPERATING ACTIVITIES			
Profit before tax		**4,392.03**	3,936.56
Adjustments for :			
Depreciation, amortisation and impairment		**287.50**	226.02
Net loss/(gain) on derecognition of property, plant and equipment and right-to-use assets		**(16.31)**	3.21
Interest expenses		**9,568.23**	6,600.64
Interest income		**(16,366.47)**	(11,910.90)
Dividend income		**(36.19)**	(0.79)
Provision for leave encashment		**7.68**	5.12
Exchange (gain)/loss (net)		**(1.08)**	(2.82)
Net loss /(gain) on fair value changes		**(490.03)**	(63.74)
Net loss/(gain) on derecognition of investment in Associates		**(32.84)**	(814.58)
Rental income on fair valuation of security deposit		**(7.67)**	(39.07)
Share in profit of associates		**11.57**	(146.70)
Share based payments to employees		**34.17**	21.48
Interest on income tax refund		**(2.79)**	(2.08)
Impairment / derecognition on investment in associates		**10.09**	7.65
Impairment on financial instruments		**592.26**	574.29
Reversal of provision against assets held for sale		**(12.70)**	-
		(2,062.55)	**(1,605.71)**
Interest paid		**(8,913.35)**	(5,904.64)
Interest received		**15,694.83**	11,422.15
Interest received on income tax refund		**2.79**	2.08
Dividend received		**36.19**	20.11
Cash generated from operation before working capital changes		**4,757.91**	**3,933.99**
Movement in working capital:			
(Increase) in loans		**(40,889.14)**	(26,786.81)
(Increase) in trade receivables		**(53.09)**	(58.59)
(Increase) in other financial/non financial assets		**(189.19)**	(157.24)
Increase/(decrease) in other financial/ non financial liabilities		**(569.17)**	758.32
(Decrease) in provisions		**(1.02)**	(13.27)
Increase in trade payable		**168.69**	217.76
		(41,532.92)	**(26,039.83)**
Taxes paid (net)		**(1,223.53)**	(1,083.76)
NET CASH USED IN OPERATING ACTIVITIES		**(37,998.54)**	**(23,189.60)**

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2024

(₹ in crore)

Particulars	Note No.	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
2. CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment (including capital advances)		**(697.93)**	(207.99)
Proceeds from sale of property, plant and equipment		**64.40**	60.49
Investment in associates		**(375.51)**	(151.46)
Purchase of mutual fund units		**(5,21,842.11)**	(3,72,050.94)
Purchase of other investments		**(3,250.02)**	(8,720.99)
Proceeds from redemption of mutual fund units		**5,26,521.31**	3,70,680.01
Proceeds from sale of associates		**173.56**	1,008.46
Proceeds from sale of other investments		**5,128.39**	7,308.84
Bank Balances not considered as cash and cash equivalents		**35.12**	(195.99)
NET CASH (USED IN)/GENERATED FROM INVESTING ACTIVITIES		**5,757.21**	**(2,269.57)**
3. CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from issue of Equity Shares		**1,975.50**	593.79
Infusion of capital by minority shareholders		**282.37**	203.16
Payout of income/gain to contributors		**(268.80)**	(182.75)
Repayment of lease obligation		**(77.62)**	(41.04)
Redemption of preference shares		**-**	(40.20)
Share and debt issue expenses		**(51.77)**	(42.11)
Dividend paid on equity & preference shares		**(73.66)**	(136.11)
Proceeds from debt securities		**41,502.67**	36,664.50
Proceeds from borrowings (other than debt securities)		**62,935.74**	45,828.43
Proceeds from subordinated liabilities		**1,787.14**	129.00
Repayment of debt securities		**(32,709.77)**	(26,347.61)
Repayment of borrowings (other than debt securities)		**(38,945.32)**	(30,120.18)
Repayment of subordinated liabilities		**(404.06)**	(79.31)
NET CASH GENERATED FROM FINANCING ACTIVITIES		**35,952.42**	**26,429.57**

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2024

(₹ in crore)

Particulars	Note No.	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
NET INCREASE IN CASH AND CASH EQUIVALENTS		**3,711.09**	**970.40**
CASH AND CASH EQUIVALENTS AS AT THE BEGINNING OF THE YEAR		**3,058.88**	**2,081.62**
Exchange difference on translation of foreign currency cash and cash equivalents		**1.19**	6.86
CASH AND CASH EQUIVALENTS AS AT THE END OF THE YEAR		**6,771.16**	**3,058.88**
Material accounting policies			2
See accompanying notes forming part of the Consolidated Financial Statements			3 to 54

In terms of our report attached,

For KKC & Associates LLP
Chartered Accountants
(formerly Khimji Kunverji & Co LLP)
Firm's Registration No: 105146W/W100621

Hasmukh B. Dedhia
(Partner)
Membership No: 033494
Mumbai

M S K A & Associates
Chartered Accountants
Firm's Registration No: 105047W

Swapnil Kale
(Partner)
Membership No: 117812
Mumbai

May 10, 2024

For and on behalf of the Board of Directors

Saurabh Agrawal
(Chairman)
DIN: 02144558

F. N. Subedar
(Director)
DIN: 00028428

Varsha Purandare
(Independent Director)
DIN : 05288076

Nagaraj Ijari
(Independent Director)
DIN: 09390579

V.S. Radhakrishnan
(Independent Director)
DIN: 08064705

Sujit Kumar Varma
(Independent Director)
DIN: 09075212

Aarthi Subramanian
(Director)
DIN: 07121802

Rajiv Sabharwal
(Managing Director & CEO)
DIN: 00057333

Sarita Kamath
(Head - Legal and Compliance & Company Secretary)

Rakesh Bhatia
(Chief Financial Officer)

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

1. CORPORATE INFORMATION

Tata Capital Limited (CIN : U65990MH1991PLC060670) (the "Company" or "TCL") is a subsidiary of Tata Sons Private Limited.

2. BASIS OF PREPARATION AND MATERIAL ACCOUNTING POLICIES

i. Statement of compliance

These consolidated financial statements have been prepared in accordance with the Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015, as amended by the Companies (Indian Accounting Standards) Rules, 2016, notified under Section 133 of the Companies Act, 2013 (the "Act") (as amended), other relevant provisions of the Act, guidelines issued by the Reserve Bank of India and National Housing Bank as applicable to NBFCs and other accounting principles generally accepted in India. Any application guidance / clarifications / directions issued by RBI/NHB or other regulators are implemented as and when they are issued / applicable, the guidance notes/announcements issued by the Institute of Chartered Accountants of India (ICAI) are also applied except where compliance with other statutory promulgations require a different treatment.

Material accounting policy information has been consistently applied except where a newly issued Ind AS is initially adopted or a revision to an existing Ind AS required a change in the material accounting policy information hitherto in use. The consolidated financial statements were authorised for issue by the Board of Directors (BOD) on May 10, 2024.

ii. Presentation of consolidated financial statements

The Balance Sheet, Statement of Profit and Loss and Statement of Changes in Equity are prepared and presented in the format prescribed in the Division III of Schedule III of the Companies Act, 2013 (the 'Act'). The Statement of Cash Flows has been prepared and presented as per the requirements of Ind AS.

A summary of the material accounting policy information and other explanatory information is in accordance with the Companies (Indian Accounting Standards) Rules, 2015 as specified under Section 133 of the Companies Act, 2013 (the 'Act') including applicable Indian Accounting Standards (Ind AS) and accounting principles generally accepted in India.

Financial assets and financial liabilities are generally reported gross in the balance sheet. They are only offset and reported net when, in addition to having an unconditional legally enforceable right to offset the recognised amounts without being contingent on a future event, the parties also intend to settle on a net basis.

Amounts in the consolidated financial statements are presented in Indian Rupees in crore, which is also the Group's functional currency, and all amounts have been rounded off to the nearest lakhs unless otherwise indicated.

iii. Basis of measurement

The consolidated financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period as explained in the material accounting policy information below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services at the time of entering into the transaction.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

iv. Principles of Consolidation

The Group is able to exercise control over the operating decision of the investee companies, resulting in variable returns to the Group and accordingly, the same are classified as investment in subsidiary and line by line consolidation is carried out under the principles of consolidation. The consolidated financial statements of the Group have been prepared on the following basis:

a) The financial statements of the subsidiaries and associates used in the consolidation are drawn up to the same reporting date as that of the Group i.e., March 31, 2024, except for certain associates for which financial statements as on the reporting date are not available. These have been consolidated based on their latest available financial information. Necessary adjustments have been made for the effects of significant transactions and other events between the reporting dates of such financial information and the Consolidated Financial Statements.

b) Subsidiaries are entities controlled by the Group. The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statement of the subsidiaries are included in the consolidated financial statements from the date on which control commences until the date on which control ceases. The consolidated financial statements of the Group and its subsidiaries have been combined on a line-by-line basis by grouping together like items of assets, liabilities, income and expenses, after eliminating intra-group balances, intra-group transactions and resulting unrealised profits or losses, unless cost cannot be recovered.

c) The excess of cost to the Group of its investments in the subsidiaries over its share of equity of the subsidiaries, at the dates on which the investments in the subsidiaries were made, is recognised as “Goodwill on Consolidation” and is tested for impairment on annual basis. On the other hand, where the share of equity in the subsidiaries as on the date of investment is in excess of cost of investments of the Group, it is recognised as ‘Capital Reserve’ and shown under the head ‘Reserves & Surplus’ in the Consolidated Financial Statements.

d) In case of an overseas subsidiary, being a non-integral operation, revenue items are consolidated at the average rate prevailing during the year. All assets and liabilities are converted at the rates prevailing at the end of the year. Any exchange difference arising on consolidation is recognised in the “Foreign Currency Translation Reserve”.

e) Non-controlling interest (NCI) are measured at their proportionate share of the acquiree’s net identifiable assets at the date of acquisition. Changes in the Group’s equity interest in a subsidiary that do not result in a loss of control are accounted for as equity transactions.

f) When the Group loses control over a subsidiary, it derecognises the assets and liabilities of the subsidiary, and any related NCI and other components of equity. Any interest retained in the former subsidiary is measured at fair value at the date of control is lost. Any resulting gain or loss is recognised in statement of profit and loss.

v. Investments in associates:

a) The Consolidated Financial Statements include the share of profit/ (loss) of associates, which have been accounted for using the equity method as per Ind AS 28- (Accounting for Investments in Associates in Consolidated Financial Statements). Accordingly, the share of profit/ (loss) of the associates (the loss being restricted to the cost of the investment) have been added/ deducted to the costs of investments.

There are some investments in associates which is made by funds entities, the Group may elect to measure these investments at Fair value through profit or loss in accordance with IndAS 109.

The Group makes this selection for each associates, at initial recognition of associate.

b) The difference between the cost of investment in the associate and the share of net assets at the time of acquisition of shares in the associate is identified in the Consolidated Financial Statements as Goodwill or Capital Reserve as the case may be and adjusted against the carrying amount of investment in the associate.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

c) The carrying amount of investment in associates is reduced to recognise impairment, if any, when there is objective evidence of impairment.

d) Upon loss of significant influence over the associate, the Group measures and recognises any retained investment at its fair value. Any difference between the carrying amount of the associate upon loss of significant influence and the fair value of the retained investment and proceeds from disposal, is recognised in the statement of profit and loss/statement of other comprehensive income.

vi. Measurement of fair values:

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique.

In estimating the fair value of an asset or a liability, the Group takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

A number of the Group's material accounting policy information and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

Fair value for measurement and/or disclosure purposes for certain items in these consolidated financial statements is determined considering the following measurement methods:

Items	Measurement basis
Certain financial assets and liabilities (including derivatives instruments)	Fair value
Net defined benefit (asset)/liability	Fair value of planned assets less present value of defined benefit obligations
Property plant and equipment	Value in use under Ind AS 36

Fair values are categorized into different levels (Level 1, Level 2 or Level 3) in a fair value hierarchy based on the inputs used in the valuation techniques. When measuring the fair value of an asset or a liability, the Group uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The levels are described as follows:

Level 1: inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Group can access at the measurement date.

Level 2: inputs are inputs, other than quoted prices included within level 1, that are observable for the asset or liability, either directly or indirectly; and

Level 3: inputs are unobservable inputs for the valuation of assets or liabilities that the Group can access at the measurement date.

Valuation model and framework used for fair value measurement and disclosure of financial instrument.

Refer notes 43(a) & 43(b).

The Group recognizes transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

vii. Use of estimates and judgements

The preparation of consolidated financial statements in conformity with Ind AS requires the Management of the Group to make judgements, assumptions and estimates that affect the reported balances of assets and liabilities and disclosures relating to the contingent liabilities as at the date of the consolidated financial statements and reported amounts of income and expenses for the reporting period. The application of material accounting policy information that require critical accounting estimates involving complex and subjective judgments and the use of assumptions in the consolidated financial statements have been disclosed as applicable in the respective notes to accounts. Accounting estimates could change from period to period. Future results could differ from these estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the consolidated financial statements in the period in which changes are made and, if material, their effect are disclosed in the notes to the consolidated financial statements.

Judgements:

Information about judgements made in applying material accounting policy information that have most significant effect on the amount recognised in the consolidated financial statements is included in the following note:

Note ix - classification of financial assets: assessment of the business model within which the assets are held and assessment of whether the contractual terms of the financial asset are solely payments of principal and interest on the principal amount outstanding.

Assumptions and estimation of uncertainties:

Information about assumptions and estimation of uncertainties that have a significant risk of resulting in a material adjustment in the year ending March 31, 2024 are included in the following notes:

Note xiv - Impairment test of non-financial assets: key assumption underlying recoverable amounts.

Note xiii - The Group's EIR methodology: rate of return that represents the best estimate of a constant rate of return over the expected behavioural life of loans given/taken.

Note xiv - Useful life of property, plant, equipment and intangibles.

Note 35 - Significant judgments are involved in determining the provision for income taxes, including amount expected to be paid / recovered for uncertain tax positions.

Note xxiii - Recognition and measurement of provisions and contingencies: key assumptions about the likelihood and magnitude of an outflow of resources.

Note xvi - Measurement of defined benefit obligations: key actuarial assumptions.

Note 43 - Determination of the fair value of financial instruments with significant unobservable inputs.

Note 45 - Impairment of financial instruments: assessment of whether credit risk on the financial asset has increased significantly since initial recognition, assumptions used in estimating recoverable cash flows and incorporation of forward-looking information in the measurement of expected credit loss (ECL).

The weights assigned to different scenarios for measurement of forward looking ECL, i.e. best case, worst case and base case also requires judgement.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

viii. Interest

Interest consists of consideration for the time value of money, for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs, as well as a profit margin.

Interest income is recognised using the effective interest method. The effective interest rate (EIR) is the rate that exactly discounts estimated future cash flows through the expected life of the financial instrument to the gross carrying amount of the financial asset.

Calculation of the EIR includes all fees paid or received that are incremental and directly attributable to the acquisition or issue of a financial asset or liability.

Interest income is calculated by applying the EIR to the gross carrying amount of non-credit impaired financial assets (i.e. at the amortised cost of the financial asset before adjusting for any expected credit loss allowance). For credit-impaired financial assets the interest income is calculated by applying the EIR to the amortised cost of the credit-impaired financial assets {i.e. at the amortised cost of the financial asset after adjusting for any expected credit loss allowance (ECLs)}. The Group assesses the collectability of the interest on credit impaired assets at each reporting date. Based on the outcome of such assessment, the interest income accrued on credit impaired financial assets are either accounted for as income or written off as per the write off policy of the Group.

The 'amortised cost' of a financial asset is the amount at which the financial asset is measured on initial recognition minus the principal repayments, plus or minus the cumulative amortisation using the effective interest method of any difference between that initial amount and the maturity amount and, for financial assets, adjusted for any expected credit loss allowance.

The 'gross carrying amount of a financial asset' is the amortised cost of a financial asset before adjusting for any expected credit loss allowance.

ix. Income not integral to effective interest rate (EIR) method under Ind AS 109 and Income from services and distribution of financial products:

The Group recognises the fee and commission income not integral to EIR under Ind AS 109 in accordance with the terms of the relevant customer contracts / agreements and when it is probable that the Group will collect the consideration for following :

Revenue in the form of income from financial advisory (other than for those items to which Ind AS 109 - Financial Instruments are applicable) is measured at the transaction price allocated to the performance obligation, in accordance with Ind AS 115 - Revenue from contracts with customers.

The Group recognises revenue from contracts with customers (other than financial assets to which Ind AS 109 'Financial instruments' is applicable) based on a five step model as set out in Ind AS 115 'Revenue from contracts with customers'.

Step 1: Identify contract(s) with a customer: A contract is defined as an agreement between two or more parties that creates enforceable rights and obligations and sets out the criteria for every contract that must be met.

Step 2: Identify performance obligations in the contract: A performance obligation is a promise in a contract with a customer to transfer a good or service to the customer.

Step 3: Determine the transaction price: The transaction price is the amount of consideration to which the Group expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.

Step 4: Allocate the transaction price to the performance obligations in the contract: For a contract that has more than one performance obligation, the Group allocates the transaction price to each performance obligation in an amount that depicts the amount of consideration to which the Group expects to be entitled in exchange for satisfying each performance obligation.

Step 5: Recognise revenue when (or as) the Group satisfies a performance obligation.

Fees and commission income

(a) The Group recognises service and administration charges towards rendering of additional services to its loan customers on satisfactory completion of service delivery. Bounce charges levied on customers for non-payment of instalment on the contractual date is recognised on realisation.

(b) Fees on value added services and products are recognised on rendering of services and products to the customer.

(c) Distribution income is earned by distribution of services and products of other entities under distribution arrangements. The income so earned is recognised on successful distribution on behalf of other entities subject to there being no significant uncertainty of its recovery.

(d) Foreclosure charges are collected from loan customers for early payment / closure of loan and are recognised on realisation.

(e) Wealth Management Business:

(i) Brokerage / Distribution /Fee Income Bonds / Fixed Deposits / Unlisted Equity / Wills & Trust / Alternative Investment Funds / International products / External Asset Cross sell / Other Referral Products : Income is recognised as per the contractual rate on trade date basis and is exclusive of goods and service tax and securities transaction tax (STT) wherever applicable.

(ii) Insurance Income : Income is recognised for the commission earned by the Group on the issuance of policies logged in during the month and confirmed by the Insurers subject to cancellations done by the customers.

(iii) Income from Mutual Funds : Income is recognised as per the commission specified in the agreement on daily average assets under management which is provided by Registrar and Transfer Agents of each Mutual Fund Entities.

(iv) Income from Portfolio Management Services (“PMS”) & Alternative Investment Funds (“Trail based AIF”):

a. Income from PMS and Trail based AIF is recognised on monthly basis on the monthly closing assets of each partner and as per the contractual commission specified in the agreement.

b. Processing fees, if any, is recognized on upfront basis in the year of receipt.

c. Performance based fee, wherever applicable, is recognized as a percentage of annual profit, in accordance with the terms of the agreement with clients on the completion of the period.

x. Dividend income

Income from dividend on investment in equity shares of corporate bodies and units of mutual funds is accounted when the Group’s right to receive dividend is established and it is probable that the economic benefits associated with the dividend will flow to the Group and the amount of the dividend can be measured reliably. Dividend income on financial assets measured at fair value through profit and loss is presented under Dividend income and not as a part of Net gains/(losses) on fair value changes.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

xi. Leases

Asset given on lease:

Leases are classified as operating lease where significant portion of risks and reward of ownership of assets acquired under lease is retained by the lessor. Leases of assets under which substantially all of the risks and rewards of ownership are effectively retained by the lessee are classified as finance lease.

Assets given under finance lease are recognised as a receivable at an amount equal to the net investment in the lease. Lease rentals are apportioned between principal and interest on the internal rate of return. The principal amount received reduces the net investment in the lease and interest is recognised as revenue.

Lease rental - under operating leases (excluding amount for services such as insurance and maintenance) are recognised on a straight-line basis over the lease term, except for increase in line with expected inflationary cost increases.

Asset taken on lease:

The Group's lease asset classes primarily consist of leases for properties.

The Group presents right-of-use assets and lease liabilities separately on the face of the Balance sheet. Lease payments (including interest) have been classified as financing cashflows.

The Group recognises a right-of-use asset and a lease liability at the lease commencement date. The cost of the right-of-use asset measured at inception shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date less any lease incentives received, plus any initial direct costs incurred and an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset or restoring the underlying asset or site on which it is located. The right-of-use asset is subsequently measured at cost less any accumulated depreciation and accumulated impairment loss, if any, and adjusted for certain re-measurements of the lease liability. The right-of-use assets is depreciated using the straight-line method from the commencement date to the end of the lease term. Right-of-use assets are tested for impairment whenever there is any indication that their carrying amounts may not be recoverable. Impairment loss, if any, is recognized in the statement of profit and loss. When a right-of-use asset meets the definition of investment property, it is presented in investment property.

The Group measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Group uses incremental borrowing rate.

The lease liability is subsequently increased by the interest cost on the lease liability and decreased by lease payment made. The carrying amount of lease liability is remeasured to reflect any reassessment or lease modifications or to reflect revised in-substance fixed lease payments. A change in the estimate of the amount expected to be payable under a residual value guarantee, or as appropriate, changes in the assessment of whether a purchase or extension option is reasonably certain to be exercised or a termination option is reasonably certain not be exercised.

The Group has applied judgement to determine the lease term for some lease contracts in which it is a lessee that include renewal options. The assessment of whether the Group is reasonably certain to exercise such options impacts the lease term, which significantly affects the amount of lease liabilities and right of use assets recognised. The discounted rate is generally based on incremental borrowing rate specific to the lease being evaluated.

xii. Borrowing Cost

Borrowing costs include interest expense calculated using the EIR on respective financial instruments measured at amortised cost, finance charges in respect of assets acquired on finance lease and exchange differences arising from foreign currency borrowings, to the extent they are regarded as an adjustment to interest costs.

The effective interest rate (EIR) is the rate that exactly discounts estimated future cash flows through the expected life of the financial instrument to the gross carrying amount of the financial liability.

Calculation of the EIR includes all fees paid that are incremental and directly attributable to the issue of a financial liability.

xiii. Financial Instruments

Financial assets and financial liabilities are recognised in the Group's balance sheet on trade date, i.e. when the Group becomes a party to the contractual provisions of the instrument.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs and revenues that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities measured at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs and revenues of financial assets or financial liabilities carried at fair value through the profit or loss account are recognised immediately in the Statement of Profit or Loss.

Trade Receivables are measured at transaction price.

a) Financial assets

Classification

On initial recognition, depending on the Group's business model for managing the financial assets and its contractual cash flow characteristics, a financial asset is classified as measured at;

(i) Amortised cost;

(ii) Fair value through other comprehensive income (FVTOCI); or

(iii) Fair value through profit and loss (FVTPL).

The classification depends on the entity's business model for managing the financial assets and the contractual terms of the cash flows. Financial assets are not reclassified subsequent to their initial recognition, except if and in the period the Group changes its business model for managing financial assets.

A financial asset is measured at amortized cost using Effective Interest Rate (EIR) method if it meets both of the following conditions and is not recognised as at FVTPL:

The asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and

The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

On initial recognition of an equity investment that is not held for trading, the Group may irrevocably elect to present subsequent changes in the investment's fair value in OCI (designated as FVTOCI - equity investment). This election is made an investment - by - investment basis.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

All financials assets not classified and measured at amortized cost or FVTOCI as described above are measured at FVTPL. On initial recognition, the Group may irrevocably designate the financials assets that otherwise meets the requirements to be measured at amortized cost or at FVTOCI or at FVTPL, if doing so eliminates or significantly reduces the accounting mismatch that would otherwise arise.

Business model assessment

The Group makes an assessment of the objective of the business model in which a financial asset is held at a portfolio level because this best reflects the way the business is managed and information is provided to management. The information considered includes:

- The stated policies and objectives for the portfolio and the operation of those policies in practice.
- How the performance of the portfolio is evaluated and reported to the Group's management;
- The risks that affect the performance of the business model (and the financial assets held within that business model) and how those risks are managed;
- The frequency, volume and timing of sales of financial assets in prior periods, the reasons for such sales and expectation about future sales activity.
- How managers of the business are compensated (e.g. whether the compensation is based on the fair value of the assets managed or on the contractual cash flows collected).

At initial recognition of a financial asset, the Group determines whether newly recognized financial assets are part of an existing business model or whether they reflect a new business model. The Group reassess its business models each reporting period to determine whether the business models have changed since the preceding period.

Assessment whether contractual cash flows are solely payments of principal and interest (SPPI)

For the purposes of this assessment, 'principal' is defined as the fair value of the financial asset on initial recognition. That principal amount may change over the life of the financial assets (e.g. if there are payments of principal). Amount of 'Interest' is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (e.g. liquidity risk and administrative costs), as well as a profit margin.

In assessing whether the contractual cash flows are solely payments of principal and interest, the Group considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making this assessment, the Group considers:

- Contingent events that would change the amount or timing of cash flows;
- Terms that may adjust the contractual coupon rate, including variable interest rate features;
- Prepayment and extension features; and
- Terms that limit the Group's claim to cash flows from specified assets.

Contractual cash flows that are SPPI are consistent with a basic lending arrangement. Contractual terms that introduce exposure to risks or volatility in the contractual cash flows that are unrelated to a basic lending arrangement, such as exposure to changes in equity prices or commodity prices, do not give rise to contractual cash flows that are SPPI.

A prepayment feature is consistent with the solely payments of principal and interest criterion if the prepayment amount substantially represents unpaid amounts of principal and interest on the principal amount outstanding, which may include reasonable additional compensation for early termination of the contract. Additionally, for a financial asset acquired at a significant discount or premium to its contractual par amount, a feature that permits or requires prepayment at an amount that substantially represents the contractual par amount plus accrued (but unpaid) contractual interest (which may also include reasonable additional compensation for early termination) is treated as consistent with this criterion if the fair value of the prepayment feature is insignificant at initial recognition.

Subsequent measurement and gains and losses:

Financial assets at FVTPL	These assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognised in the statement of profit or loss. The transaction costs and fees are also recorded related to these instruments in the statement of profit and loss.
Financial assets at amortised cost	These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognised in the statement of profit or loss. Any gain or loss on de-recognition is recognised in the statement of profit or loss.
Financial assets (other than Equity Investments) at FVTOCI	Financial assets that are held within a business model whose objective is achieved by both, selling financial assets and collecting contractual cash flows that are solely payments of principal and interest, are subsequently measured at fair value through other comprehensive income. Fair value movements are recognized in the other comprehensive income (OCI). Interest income measured using the EIR method and impairment losses, if any are recognised in the statement of Profit and Loss. On derecognition, cumulative gain or loss previously recognised in OCI is reclassified from the equity to 'other income' in the statement of Profit and Loss.
Equity investments at FVTOCI	These assets are subsequently measured at fair value. Dividends are recognised as income in the Statement of Profit and Loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognised in OCI and are not reclassified to profit or loss.

Reclassifications within classes of financial assets

Financial assets are not reclassified subsequent to their initial recognition, except in the period after the Group changes its business model for managing financial assets. The classification and measurement requirements of the new category apply prospectively from the first day of the first reporting period following the change in business model that result in reclassifying the Group's financial assets.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Impairment of Financial Asset

Impairment approach

Overview of the Expected Credit Losses (ECL) principles

The Group records allowance for expected credit losses for all loans (including those classified as measured at FVTOCI), together with loan commitments, in this section all referred to as 'financial instruments' other than those measured at FVTPL. Equity instruments are not subject to impairment under Ind AS 109.

The ECL allowance is based on the credit losses expected to arise over the life of the asset (the lifetime expected credit loss or LTECL), unless there has been no significant increase in credit risk since origination, in which case, the allowance is based on the 12 months' expected credit loss (12m ECL). The Group's policies for determining if there has been a significant increase in credit risk are set out in Note 45.

The 12m ECL is the portion of LTECLs that represent the ECLs that result from default events on a financial instrument that are possible within the 12 months after the reporting date.

Both LTECLs and 12m ECLs are calculated on an individual/portfolio basis- having similar risk characteristic, depending on the nature of the underlying portfolio of financial instruments.

The Group has established a policy to perform an assessment, at the end of each reporting period, of whether a financial instrument's credit risk has increased significantly since initial recognition, by considering the change in the risk of default occurring over the remaining life of the financial instrument.

Based on the above process, the Group categorises its loans into Stage 1, Stage 2 and Stage 3, as described below:

Stage 1: When loans are first recognised, the Group recognises an allowance based on 12m ECLs. This also include facilities where the credit risk has improved and the loan has been reclassified from Stage 2.

Stage 2: When a loan has shown a significant increase in credit risk since origination, the Group records an allowance for the LTECLs. Stage 2 loans also include facilities, where the credit risk has improved and the loan has been reclassified from Stage 3.

Stage 3: Loans considered credit-impaired. A default on a financial asset is when the counterparty fails to make the contractual payments within 90 days of when they fall due. Accordingly, the financial assets shall be classified as Stage 3, if on the reporting date, it has been 90 days past due. Further if the customer has requested forbearance in repayment terms, such restructured, rescheduled or renegotiated accounts are also classified as Stage 3. Non-payment on another obligation of the same customer is also considered as a stage 3. Defaulted accounts include customers reported as fraud in the FRMC. Once an account defaults as a result of the DPD condition, it will be considered to be cured only when entire arrears of interest and principal are paid by the borrower. The Group records an allowance for the LTECLs.

Undrawn loan commitments

Undrawn loan commitments are commitments under which, over the duration of the commitment, the Group is required to provide a loan with pre-specified terms to the customer. Undrawn loan commitments are in the scope of the ECL requirements.

Financial guarantee contract

A financial guarantee contract requires the Group to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payments when due in accordance with the terms of a debt instrument.

Financial guarantee contracts issued by the Group are initially measured at their fair values and, if not designated as at FVTPL and not arising from a transfer of a financial asset, are subsequently measured at the higher of:

- the amount of the loss allowance determined in accordance with Ind AS 109; and
- the amount initially recognised less, where appropriate, cumulative amount of income recognised in accordance with the Group's revenue recognition policies. The Group has not designated any financial guarantee contracts as FVTPL.

Group's ECL for financial guarantee is estimated based on the present value of the expected payments to reimburse the holder for a credit loss that it incurs. The shortfalls are discounted by the interest rate relevant to the exposure.

The Measurement of ECLs

The Group calculates ECLs based on a probability-weighted scenario to measure the expected cash shortfalls, discounted at an approximation to the EIR. A cash shortfall is the difference between the cash flows that are due to an entity in accordance with the contract and the cash flows that the entity expects to receive.

The mechanics of the ECL calculations are outlined below and the key elements are, as follows:

Probability of Default (PD): The Probability of Default is an estimate of the likelihood of default over a given time horizon. A default may only happen at a certain time over the assessed period, if the facility has not been previously derecognised and is still in the portfolio.

Exposure at Default (EAD): The Exposure at Default is an estimate of the exposure at a future default date, taking into account expected changes in the exposure after the reporting date, including repayments of principal and interest, whether scheduled by contract or otherwise, expected drawdowns on committed facilities, and accrued interest from missed payments.

Loss Given Default (LGD): The Loss Given Default is an estimate of the loss arising in the case where a default occurs at a given time. It is based on the difference between the contractual cash flows due and those that the lender would expect to receive, including from the realisation of any collateral. It is usually expressed as a percentage of the EAD.

Impairment losses and releases are accounted for and disclosed separately from modification losses or gains that are accounted for as an adjustment of the financial asset's gross carrying value

When estimating LTECLs for undrawn loan commitments, the Group estimates the expected portion of the loan commitment that will be drawn down over its expected life. The ECL is then based on the present value of the expected shortfalls in cash flows if the loan is drawn down, based on a probability-weightage. The expected cash shortfalls are discounted at an approximation to the expected EIR on the loan.

The above calculated PDs, EAD and LGDs are reviewed and changes in the forward looking estimates are analysed during the year.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

The mechanics of the ECL method are summarised below:

Stage 1 The 12 months ECL is calculated as the portion of LTECLs that represent the ECLs that result from default events on a financial instrument that are possible within the 12 months after the reporting date. These expected 12-months default probabilities are applied to a forecast EAD and multiplied by the expected LGD.

Stage 2 When a loan has shown a significant increase in credit risk since origination, the Group records an allowance for the LTECLs. The mechanics are similar to those explained above, but PDs and LGDs are estimated over the lifetime of the instrument. The expected cash shortfalls are discounted by an contractual or portfolio EIR as the case may be

Stage 3 For loans considered credit-impaired, the Group recognises the lifetime expected credit losses for these loans. The method is similar to that for stage 2 assets, with the PD set at 100%.

In ECL model the Group relies on broad range of forward looking information for economic inputs.

The Group recognises loss allowance for expected credit losses (ECLs) on all financial assets at amortised cost that are debt instruments, debt financial assets at fair value through other comprehensive income, loan commitments and financial guarantee contracts. No impairment loss is recognised on equity investments.

When determining whether credit risk of a financial asset has increased significantly since initial recognition and when estimating expected credit losses, the Group considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, including on historical experience and forward-looking information (Refer Note 43).

Impairment of Trade receivable and Operating lease receivable

Impairment allowance on trade receivables is made on the basis of life time credit loss method, in addition to specific provision considering the uncertainty of recoverability of certain receivables.

Write-off

Impaired loans and receivables are written off, against the related allowance for loan impairment on completion of the Group's internal processes and when the Group concludes that there is no longer any realistic prospect of recovery of part or all of the loan. For loans that are individually assessed for impairment, the timing of write off is determined on a case by case basis. A write-off constitutes a de-recognition event. The Group has a right to apply enforcement activities to recover such written off financial assets. Subsequent recoveries of amounts previously written off are credited to the statement of profit and loss.

Collateral valuation and repossession

To mitigate the credit risk on financial assets, the Group seeks to use collateral, where possible as per the powers conferred on the Non Banking Finance Companies under the Securitisation and Reconstruction of Financial Assets and Enforcement of Securities Interest Act, 2002 ("SARFAESI").

The Group provides fully secured, partially secured and unsecured loans to individuals and Corporates. In its normal course of business upon account becoming delinquent, the Group physically repossess properties or other assets in its retail portfolio. Any surplus funds are returned to the customers/obligors. As a result of this practice, the residential properties, vehicles, plant and machinery under legal repossession processes are not recorded on the balance sheet and not treated as non–current assets held for sale unless the title is also transferred in the name of the Group.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Presentation of ECL allowance for financial asset:

Type of Financial asset	Disclosure
Financial asset measured at amortised cost	shown as a deduction from the gross carrying amount of the assets
Loan commitments and financial guarantee contracts	shown separately under the head "provisions"

Modification and De-recognition of financial assets

Modification of financial assets

A modification of a financial asset occurs when the contractual terms governing the cash flows of a financial asset are renegotiated or otherwise modified between initial recognition and maturity of the financial asset. A modification affects the amount and/or timing of the contractual cash flows either immediately or at a future date. The Group renegotiates loans to customers in financial difficulty to maximise collection and minimise the risk of default. A loan forbearance is granted in cases where although the borrower made all reasonable efforts to pay under the original contractual terms, there is a high risk of default or default has already happened and the borrower is expected to be able to meet the revised terms. The revised terms in most of the cases include an extension of the maturity of the loan, changes to the timing of the cash flows of the loan (principal and interest repayment), reduction in the amount of cash flows due (principal and interest forgiveness). Such accounts are classified as stage 3 immediately upon such modification in the terms of the contract.

Not all changes in terms of loans are considered as renegotiation and changes in terms of a class of obligors that are not overdue is not considered as renegotiation and is not subjected to deterioration in staging.

De-recognition of financial assets

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognised when:

(a) the rights to receive cash flows from the asset have expired, or

(b) the Group has transferred its rights to receive cash flows from the asset and substantially all the risks and rewards of ownership of the asset, or the Group has neither transferred nor retained substantially all the risks and rewards of ownership of the asset, but has transferred control of the asset.

If the Group retains substantially all the risks and rewards of ownership of a transferred financial asset, the Group continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received.

On derecognition of a financial asset, the difference between the carrying amount of the asset (or the carrying amount allocated to the portion of the asset derecognised) and the sum of

(i) the consideration received (including any new asset obtained less any new liability assumed) and
(ii) any cumulative gain or loss that had been recognised in OCI is recognised in profit or loss.

Any cumulative gain/loss recognised in OCI in respect of equity investment securities designated as at FVTOCI is not recognised in profit or loss on derecognition of such securities. Any interest in transferred financial assets that qualify for derecognition that is created or retained by the Group is recognised as a separate asset or liability.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Financial liability, Equity and Compound Financial Instruments

Debt and equity instruments that are issued are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangement.

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Group are recognised at the proceeds received, net of direct issue costs.

Financial liabilities are subsequently measured at the amortised cost using the effective interest method, unless at initial recognition, they are classified as fair value through profit and loss. Interest expense are recognised in the Statement of profit and loss. Any gain or loss on derecognition is also recognised in the statement of profit or loss.

Financial liabilities

A financial liability is a contractual obligation to deliver cash or another financial asset or to exchange financial assets or financial liabilities with another entity under conditions that are potentially unfavourable to the Group or a contract that will or may be settled in the Group's own equity instruments and is a non-derivative contract for which the Group is or may be obliged to deliver a variable number of its own equity instruments, or a derivative contract over own equity that will or may be settled other than by the exchange of a fixed amount of cash (or another financial asset) for a fixed number of the Group's own equity instruments.

Classification

The Group classifies its financial liability as "Financial liability measured at amortised cost" except for those classified as financial liabilities measured at fair value through profit and loss (FVTPL).

De-recognition of financial liabilities

The Group derecognises financial liabilities when, and only when, the Group's obligations are discharged, cancelled or have expired. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in profit or loss.

Equity

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Group are recognised at the proceeds received, net of direct issue costs. A conversion option that will be settled by the exchange of a fixed amount of cash or another financial asset for a fixed number of the Group's own equity instruments is an equity instrument.

No gain/loss is recognised in profit or loss on the purchase, sale, issue or cancellation of the Group's own equity instruments.

Treasury shares

When any entity within the Group purchases the company's ordinary shares, the consideration paid including any directly attributable incremental cost is presented as a deduction from total equity, until they are cancelled, sold or reissued. When treasury shares are sold or reissued subsequently, the amount received is recognized as an increase in equity, and the resulting surplus or deficit on the transaction is transferred to/from securities premium.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

b) Derivative Financial Instruments

The Group holds derivative financial instruments to hedge its foreign currency and interest rate risk exposures. Embedded derivatives are separated from the host contract and accounted for separately if certain criteria are met.

Derivatives are initially recognised at fair value at the date a derivative contract is entered into and are subsequently remeasured to their fair value at each balance sheet date. The resulting gain/loss is recognised in the statement of other comprehensive income immediately unless the derivative is designated and is in-effective as a hedging instrument, in which event the timing of the recognition in the statement of profit and loss depends on the nature of the hedge relationship.

The Group designates certain derivatives as hedging instruments to hedge the variability in cash flows associated with its floating rate borrowings arising from changes in interest rates and exchange rates.

At inception of designated hedging relationships, the Group documents the risk management objective and strategy for undertaking the hedge. The Group also documents the economic relationship between the hedged item and the hedging instrument, including whether the changes in cash flows of the hedged item and hedging instrument are expected to offset each other.

Cash flow hedges

When a derivative is designated as a cash flow hedging instrument, the effective portion of changes in the fair value of the derivative is recognised in OCI and accumulated in the other equity under 'effective portion of cash flows hedges'. The effective portion of changes in the fair value of the derivative that is recognised in OCI is limited to the cumulative change in fair value of the hedged item, determined on a present value basis, from inception of the hedge. Any ineffective portion of changes in fair value of the derivative is recognised immediately in statement of profit and loss.

The Group designates only the change in fair value of the spot element of forward exchange contracts as the hedging instrument in cash flow hedge relationships. The change in fair value of the forward element of the forward exchange contracts ('forward points') is separately accounted for as cost of hedging and recognised separately within equity.

If a hedge no longer meets the criteria for hedge accounting or the hedging instrument is sold, expires, is terminated or is exercised, then hedge accounting is discontinued prospectively. If the hedged future cash flows are no longer expected to occur, then the amounts that have been accumulated in other equity are immediately reclassified to statement of profit and loss.

c) Cash, Cash equivalents and bank balances

Cash, Cash equivalents and bank balances include fixed deposits, margin money deposits, and earmarked balances with banks which are carried at amortised cost.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

xiv. Property, plant and equipment (PPE)

a) PPE

Property, plant and equipment acquired by the Group are reported at acquisition cost less accumulated depreciation and accumulated impairment losses and estimated cost of dismantling and removing the item and restoring the site on which its located if any. However estimated cost of dismantling and removing the item and restoring the site on which its located does not arise for leased assets since the same are borne by the lessee as per the lease agreement. The acquisition cost includes any cost attributable for bringing an asset to its working condition net of tax/duty credits availed, which comprises of purchase consideration and other directly attributable costs of bringing the assets to their working condition for their intended use. PPE is recognised when it is probable that future economic benefits associated with the item will flow to the Group and the cost of the item can be measured reliably. Subsequent expenditure on PPE after its purchase is capitalized only if it is probable that the future economic benefits will flow to the enterprise and the cost of the item can be measured reliably.

b) Capital work-in-progress

PPE not ready for the intended use on the date of the Balance Sheet are disclosed as “capital work-in-progress” and carried at cost, comprising direct cost, related incidental expenses and attributable interest.

c) Other Intangible assets

Intangible assets are recognised when it is probable that the future economic benefits that are attributable to the asset will flow to the Group and the cost of the asset can be measured reliably. Intangible assets are stated at original cost net of tax/duty credits availed, if any, less accumulated amortisation and cumulative impairment. Administrative and other general overhead expenses that are specifically attributable to the acquisition of intangible assets are allocated and capitalised as a part of the cost of the intangible assets. Expenses on software support and maintenance are charged to the Statement of Profit and Loss during the year in which such costs are incurred.

d) Intangible assets under development

Intangible assets not ready for the intended use on the date of Balance Sheet are disclosed as “Intangible assets under development”.

e) Depreciation and Amortisation

Depreciable amount for tangible property, plant and equipment is the cost of an asset, or other amount substituted for cost, less its estimated residual value. The residual value of each asset given on Operating lease is determined at the time of recording of the lease asset. If the residual value of the Operating lease asset is higher than 5%, the Group has a justification in place for considering the same.

Depreciation on tangible property, plant and equipment deployed for own use has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except in respect of buildings, equipment and vehicles, in whose case the life of the assets has been internally assessed based on the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, etc. Based on internal assessment, depreciation on tangible property, plant and equipment deployed on operating lease has been provided on the straight-line method over the primary lease period of the asset. Depreciation method is reviewed at each financial year end to reflect expected pattern of consumption of the future economic benefits embodied in the asset. The estimated useful life and residual values are also reviewed at each financial year end with the effect of any change in the estimates of useful life/residual value is accounted on prospective basis.

Depreciation for additions to/deductions from owned assets is calculated pro rata to the remaining period of use. Depreciation charge for impaired assets is adjusted in future periods in such a manner that the revised carrying amount of the asset is allocated over its remaining useful life. All capital assets with individual value less than Rs. 5,000 are depreciated fully in the year in which they are purchased.

Purchased software / licenses are amortised over the estimated useful life during which the benefits are expected to accrue. The method of amortisation, residual value and useful life are reviewed at the end of each accounting year with the effect of any changes in the estimate being accounted for on a prospective basis. Amortisation on impaired assets is provided by adjusting the amortisation charge in the remaining periods so as to allocate the asset's revised carrying amount over its remaining useful life.

Estimated useful life of Owned assets considered by the Group are:

Asset	Estimated Useful Life
Leasehold Improvements	As per lease period
Furniture and Fixtures	10 years
Computer Equipment	4 years
Office Equipment	5 years
Vehicles	4 years
Software Licenses	1 to 15 years
Buildings / Investment Property	25 years
Plant & Machinery	10 years

Leased assets: as per the lease period

f) Investment property

Properties held to earn rentals and/or capital appreciation are classified as Investment properties and measured and reported at cost, including transaction costs. Subsequent to initial recognition its measured at cost less accumulated depreciation and accumulated impairment losses, if any. When the use of an existing property changes from owner-occupied to investment property, the property is reclassified as investment property at its carrying amount on the date of reclassification.

When there is a change in use of an existing property classified as investment property evidenced by commencement of owner occupation, the property is reclassified as property, plant & equipment at its carrying amount on the date of reclassification.

An investment property is derecognised upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from the disposal. Any gain or loss arising on de-recognition of property is recognised in the Statement of Profit and Loss in the same period.

g) Impairment of assets

Upon an observed trigger, the Group reviews the carrying amounts of its PPE, investment property and intangible asset to determine whether there is any indication that the asset have suffered an impairment loss. If such indication exists, the PPE, investment property and intangible assets are tested for impairment so as to determine the impairment loss, if any.

Impairment loss is recognised when the carrying amount of an asset exceeds its recoverable amount. Recoverable amount is the higher of fair value less cost of disposal and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

If recoverable amount of an asset is estimated to be less than its carrying amount, such deficit is recognised immediately in the Statement of Profit and Loss as impairment loss and the carrying amount of the asset is reduced to its recoverable amount.

When an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss is recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately in the Statement of Profit and Loss.

h) De-recognition of property, plant and equipment and intangible asset

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of PPE is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the Statement of Profit and Loss. An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from de-recognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset, are recognised in the Statement of Profit and Loss.

xv. Non-Current Assets held for sale:

Non-current assets are classified as held for sale if their carrying amount is intended to be recovered principally through a sale (rather than through continuing use) when the asset is available for immediate sale in its present condition subject only to terms that are usual and customary for sale of such asset and the sale is highly probable and is expected to qualify for recognition as a completed sale within one year from the date of classification.

Non-current assets classified as held for sale are measured at lower of their carrying amount and fair value less costs to sell.

The Group has a policy to make impairment provision at one third of the value of the Asset for each year upon completion of three years up to the end of five years based on the past observed pattern of recoveries. Losses on initial classification as Held for sale and subsequent gains & losses on Remeasurement are recognised in Statement of Profit and loss. Once classified as Held for sale, the assets are no longer amortised or depreciated.

xvi. Employee Benefits

Defined Contribution benefits include superannuation fund.

Defined Employee benefits include gratuity fund, provident fund compensated absences and long service awards.

Defined contribution plans

The Group's contribution to superannuation fund is considered as defined contribution plan and is charged as an expense in the Statement of Profit and Loss based on the amount of contribution required to be made and when services are rendered by the employees.

Defined benefit plans

The Group makes Provident Fund contributions, a defined benefit plan for qualifying employees. Under the Schemes, both employees and the Company make monthly contributions at a specified percentage of the covered employees' salary (currently 12% of employees' salary). The contributions, except that the employer's contribution towards pension fund is paid to the Regional Provident Fund office, as specified under the law, are made to the provident fund set up as an irrevocable trust by Tata Capital Limited ("the ultimate parent Company").

The interest rate payable to the members of the trust shall not be lower than the statutory rate of interest declared by the Central Government under the Employees Provident Funds and Miscellaneous Provisions Act, 1952 and shortfall on account of , if any, shall be made good by the Group. Hence the Group is liable for annual contributions and any deficiency in interest cost compared to interest computed based on the rate of interest declared by the Central Government. The total liability in respect of the interest shortfall of the Fund is determined on the basis of an actuarial valuation. The interest liability arising only to the extent of the aforesaid differential shortfalls is a defined benefit plan. There is no such shortfall as at March 31, 2024.

Short-term employee benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised during the year when the employees render the service. These benefits include performance incentive and compensated absences which are expected to occur within twelve months after the end of the reporting period in which the employee renders the related service.

The cost of short-term compensated absences is accounted as under:

(a) in case of accumulated compensated absences, when employees render the services that increase their entitlement of future compensated absences; and

(b) in case of non-accumulating compensated absences, when the absences occur.

Other long-term employee benefits

Compensated absences which are not expected to occur within twelve months after the end of the year in which the employee renders the related service are recognised as a liability at the present value of the defined benefit obligation as at the balance sheet date less the fair value of the plan assets out of which the obligations are expected to be settled. Long term service awards are recognised as a liability at the present value of the defined benefit obligation as at the balance sheet date.

The obligation is measured on the basis of actuarial valuation using Projected unit credit method and Remeasurement gains/ losses are recognised in P&L in the period in which they arise.

Share based payment transaction

The stock options granted to employees pursuant to the company's Stock Options Schemes, are measured at the fair value of the options at the grant date as per Black and Scholes model. The fair value of the options is treated as discount and accounted as employee compensation cost, with a corresponding increase in other equity, over the vesting period on a straight line basis. The amount recognised as expense in each year is arrived at based on the number of grants expected to vest. If a grant lapses after the vesting period, the cumulative discount recognised as expense, with a corresponding increase in other equity, in respect of such grant is transferred to the General reserve within other equity.

xvii. Foreign currency transactions

Transactions in currencies other than the Group's functional currency are recorded on initial recognition using the exchange rate at the transaction date. At each Balance Sheet date, foreign currency monetary items are reported at the rates prevailing at the year end. Non-monetary items that are measured in terms of historical cost in foreign currency are not retranslated.

Functional currency of the Group and foreign operations has been determined based on the primary economic environment in which the Company and its foreign operations operate considering the currency in which funds are generated, spent and retained.

Exchange differences that arise on settlement of monetary items or on reporting of monetary items at each Balance Sheet date at the closing spot rate are recognised in the Statement of Profit and Loss in the period in which they arise.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

xviii. Operating Segments

The Group's main business is financing by way of loans for retail and corporate borrowers in India. The Group's operating segments consist of "Financing Activity", " Investment Activity" and "Others". All other activities of the Group revolve around the main businesses. This in the context of Ind AS 108 - operating segments reporting are considered to constitute reportable segment. The Chief Operating Decision Maker (CODM) of the Group is the Board of Directors along with Managing Director. Operating segment disclosures are consistent with the information reviewed by the CODM.

An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group's other components, and for which discrete financial information is available. Accordingly, all operating segment's operating results of the Group are reviewed regularly by the Board of Directors to make decisions about resources to be allocated to the segments and assess their performance.

The "Financing Activity" segment consists of asset financing, term loans (corporate and retail), channel financing, credit substitutes, investments linked to/arising out of lending business and bill discounting. The "Investment Activity" segment includes corporate investments and "Others" segment primarily includes advisory services, wealth management, distribution of financial products and leasing.

Revenue and expense directly attributable to segments are reported under each operating segment. Expenses not directly identifiable to each of the segments have been allocated to each segment on the basis of associated revenues/expenses of each segment. All other revenue and expenses which are not attributable or allocable to segments have been disclosed as un-allocable expenses.

Assets and liabilities that are directly attributable to segments are disclosed under each reportable segment. All other assets and liabilities are disclosed as un-allocable.

xix. Investments in associates

The Group has elected to measure investment in associate at cost as per Ind AS 27 - Separate Financial Statements, accordingly measurement at fair value through statement of profit and loss account and related disclosure under Ind AS 109 does not apply.

xx. Earnings per share

Basic earnings per share has been computed by dividing net income attributable to owners of the Group by the weighted average number of shares outstanding during the year. Partly paid up equity share is included as fully paid equivalent according to the fraction paid up.

Diluted earnings per share has been computed using the weighted average number of shares and dilutive potential shares, except where the result would be anti-dilutive.

xxi. Taxation

Income Tax

Income tax expense comprises current and deferred taxes. Income tax expense is recognized in the Statement of Profit and Loss, other comprehensive income or directly in equity when they relate to items that are recognized in the respective line items.

Current Tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any, related to income taxes. It is measured using tax rates (and tax law) enacted or substantively enacted by the reporting date.

Current tax assets and liabilities are offset only if there is a legally enforceable right to set off the recognised amounts and it is intended to realise the asset and settle the liability on a net basis or simultaneously.

Deferred Tax

Deferred tax assets and liabilities are recognized for the future tax consequences of temporary differences between the carrying values of assets and liabilities and their respective tax bases, and unutilized business loss and depreciation carry-forwards and tax credits. Deferred tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences, unused tax losses, depreciation carry-forwards and unused tax credits could be utilized.

The carrying amount of deferred tax assets are reviewed at each reporting date and are recognised/ reduced to the extent that it is probable/ no longer probable respectively that the related tax benefit will be realised.

Deferred tax assets and liabilities are measured based on the tax rates that are expected to apply in the period when the asset is realised or the liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Group intends to settle its current tax assets and liabilities on a net basis.

xxii. Goods and Services Input Tax Credit

Goods and Services Input tax credit is accounted for in the books in the period in which the supply of goods or service received is accounted and when there is no uncertainty in availing/utilising the credits.

xxiii. Provisions, contingent liabilities and contingent assets

Provisions

Provisions are recognised when the Group has a present obligation (legal or constructive) as a result of past events, and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. When the effect of the time value of money is material, the Group determines the level of provision by discounting the expected cash flows at a pre-tax rate reflecting the current rates specific to the liability. The expense relating to any provision is presented in the Statement of Profit and Loss net of any reimbursement.

Contingent assets/liabilities

A possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Group or; present obligation that arises from past events where it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or the amount of the obligation cannot be measured with sufficient reliability are disclosed as contingent liability and not provided for. Contingent assets are disclosed where an inflow of economic benefits is probable. Contingent assets are not recognised in the consolidated financial statements.

Provisions, contingent liabilities and contingent assets are reviewed at each Balance Sheet date.

Where the unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received under such contract, the present obligation under the contract is recognised and measured as a provision.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

xxiv. Commitments

Commitments are future liabilities for contractual expenditure, classified and disclosed as follows:

(a) estimated amount of contracts remaining to be executed on capital account and not provided for;
(b) funding related commitment to associate; and
(c) other non-cancellable commitments, if any, to the extent they are considered material and relevant in the opinion of management.
(d) other commitments related to sales/procurements made in the normal course of business are not disclosed to avoid excessive details.
(e) commitments under Loan agreement to disburse Loans
(f) lease agreements entered but not executed

xxv. Statement of Cash Flows

Statement of Cash Flows is prepared segregating the cash flows into operating, investing and financing activities. Cash flow from operating activities is reported using indirect method adjusting the net profit for the effects of:

(a) Changes during the period in operating receivables and payables transactions of a non-cash nature;

(b) Non-cash items such as depreciation, Impairment, deferred taxes, unrealised foreign currency gains and losses, and undistributed profits of associates and joint ventures; and

(c) All other items for which the cash effects are investing or financing cash flows.

Cash and cash equivalents (including bank balances) shown in the Statement of Cash Flows exclude items which are not available for general use as on the date of Balance Sheet.

xxvi. Dividend payable

Interim dividend declared to equity shareholders, if any, is recognised as liability in the period in which the said dividend has been declared by the Board of Directors. Final dividend declared, if any, is recognised in the period in which the said dividend has been approved by the Shareholders.

The dividend payable is recognised as a liability with a corresponding amount recognised directly in equity.

Cumulative Redeemable Preference shares (CRPS) is classified as a financial liability as per Ind AS 109 and dividend accrued on such instrument is recorded as Finance cost.

xxvii. Business combinations of entities under common control

Business combinations involving entities that are controlled by the Group are accounted for using the pooling of interest method. Assets and liabilities of the combining entities are reflected at their carrying value without adjustments being made to reflect fair values. The identity of the reserve are preserved and reserve of the transferor become the reserves of the transferee. The difference, if any, between the amounts recorded as share capital issued and the amount of share capital of the transferor is transferred to capital reserve. The financial information in the financial statements in respect of prior period is restated as if the business combination had occurred form the beginning of the preceding period in the financial statements, irrespective of the actual date of the combination.

xxviii. Recent accounting pronouncements

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended March 31, 2024, MCA has not notified any new standards or amendments to the existing standards applicable to the Group.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 3: Cash and cash equivalents

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
At Amortised cost		
Cash on hand	**0.42**	0.30
Balances with banks in current accounts	**4,752.85**	2,788.83
Cheques, drafts on hand	**120.52**	9.53
Balances with banks in Fixed Deposit Accounts (with original maturity of 3 months or less)	**1,897.37**	260.22
Total	**6,771.16**	**3,058.88**

Note 4: Bank balance other than Cash and cash equivalents

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
At Amortised cost		
Balances with banks in fixed deposit accounts (Refer note (i), (ii) and (iii) below)	**198.30**	255.75
Balances with Banks in earmarked accounts (Refer note (iv) below)	**4.19**	2.07
Margin Money	**21.93**	**-**
Total	**224.42**	**257.82**

(i) Balance with banks in deposit accounts comprises deposits that have an original maturity exceeding 3 months at balance sheet date.

(ii) Deposits include lien with Stock Exchanges as margin amounting to ₹ 1.24 crore (March 31, 2023: ₹ 0.63 crore).

(iii) Deposits amounting to ₹ 0.50 crore (March 31, 2023 : ₹ 0.25 crore) pertain to collateral deposits with banks for Aadhaar authentication.

(iv) Pertains to balance in current account towards unclaimed matured debentures, unclaimed application money and accrued interest on debentures and preference shares.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 5: Derivative financial instruments

(₹ in crore)

	As at March 31, 2024				As at March 31, 2023			
	Notional value	Fair value - Assets	Notional value	Fair value - Liabilities	Notional value	Fair value - Assets	Notional value	Fair value - Liabilities
Part I								
(i) Currency derivatives:								
Spot and Forwards	**69.10**	**0.76**	**1,886.35**	**34.20**	997.62	9.05	619.52	59.68
Currency swaps	**7,042.79**	**212.22**	**1,791.95**	**12.13**	4,064.59	194.14	821.13	2.64
Subtotal (i)	**7,111.89**	**212.98**	**3,678.30**	**46.33**	5,062.21	203.19	1,440.65	62.32
(ii) Interest rate derivatives:								
Interest rate swaps[1]	**-**	**29.64**	**-**	**-**	-	26.39	-	-
Subtotal (ii)	**-**	**29.64**	**-**	**-**	-	26.39	-	-
Total derivatives	**7,111.89**	**242.62**	**3,678.30**	**46.33**	**5,062.21**	**229.58**	**1,440.65**	**62.32**
Part II Included in above (Part I) are derivative held for hedging and risk management purpose as follows:								
(i) Fair value hedging	**-**	**-**	**-**	**-**	-	-	-	-
(ii) Cash flow hedging								
Currency derivatives	**7,111.89**	**212.98**	**3,678.31**	**46.32**	5,062.21	203.19	1,440.65	62.32
Interest rate derivatives	**-**	**29.64**	**-**	**-**	-	26.39	-	-
Total derivatives	**7,111.89**	**242.62**	**3,678.31**	**46.32**	**5,062.21**	**229.58**	**1,440.65**	**62.32**

Note

1. Interest rate swap has been taken in respect of the same contract for which forward contract has been entered, accordingly notional value of Interest rate swap is not shown separately.
2. Notional amounts of the respective currencies have been converted using exchange rates as at the balance sheet date.
3. Fair value assets and liabilities are presented as Derivative financial instruments in the Financial Statement.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

5.1 The impact of the cashflow hedges in the statement of profit and loss and other comprehensive income

(₹ in crore)

Particulars	Hedging gains or (losses) recognised in other comprehensive income		Hedge ineffectiveness recognised in statement of profit and (loss)	
	For the year ended March 31, 2024	For the year ended March 31, 2023	For the year ended March 31, 2024	For the year ended March 31, 2023
Forward exchange contracts, interest rate and currency swaps	**(80.70)**	40.82	-	-

5.2 Change in fair value of hedging instrument and hedged item:

(₹ in crore)

Particulars	Change in fair value of hedging instrument		Change in fair value of hedged item*	
	For the year ended March 31, 2024	For the year ended March 31, 2023	For the year ended March 31, 2024	For the year ended March 31, 2023
Forward exchange contracts, interest rate swaps and currency swaps	**26.99**	476.89	**(118.36)**	(139.60)

* Change in value of hedged items are presented as part of Borrowings in Financial Statement.

5.3 Movements in the cash flow hedge reserve are as follows:

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Opening Balance	**46.22**	15.67
Effective portion of changes in fair value	**26.99**	476.89
Foreign currency translation differences	**(118.36)**	(139.63)
Amortisation of forward premium	**10.57**	(297.11)
Provision for derivative current credit exposure	**0.10**	0.67
Deffered tax	**20.31**	(10.27)
Closing Balance	**(14.17)**	**46.22**

All hedges are 100% effective i.e. there is no ineffectiveness (refer note 45)

5.4 Hedge Ratio: There is an economic relationship between the hedged item and the hedging instrument as the terms of the forward contracts, interest rate swaps and cross currency swaps contract match that of the foreign currency borrowings. The Group has established a hedge ratio of 1:1 for the hedging relationships as the underlying risk of the forward contracts, interest rate swaps and cross currency swaps are identical to the hedged risk components. To test the hedge effectiveness, the Group uses the dollar offset method and compares the changes in the fair value of the hedging instruments against the changes in fair value of the hedged items attributable to the hedged risks. The hedge ineffectiveness can arise mainly if there is a change in the credit risk of the Group or the counterparty.

5.5 Net investment hedging : ₹ Nil

5.6 Undesignated Derivatives : ₹ Nil

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 6: Receivables

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Trade receivables		
At Amortised cost		
(a) Receivables considered good - Unsecured	**47.91**	33.86
(b) Receivables which have significant increase in credit risk	**41.91**	33.71
(c) Receivables - credit impaired	**33.38**	33.33
	123.20	**100.90**
Less: Allowance for Impairment loss		
(i) Considered good	**(0.27)**	(0.02)
(ii) Significant increase in credit risk	**(0.17)**	-
(iii) Credit impaired	**(33.38)**	(25.97)
Total	**89.38**	**74.91**
Other receivables		
At Amortised cost		
Receivables considered good - Unsecured	**1.88**	0.47
	1.88	**0.47**
Impairment loss allowance	**-**	(0.10)
	1.88	**0.37**
Total	**91.26**	**75.28**

Trade receivables include amounts due from the related parties ₹ 9.66 crore (March 31, 2023: ₹ 2.74 crore)

(₹ in crore)

Particulars	As at March 31, 2024							Total
	Un-billed Dues	Not due	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade Receivables – considered good	**0.45**	**-**	**47.46**	**-**	**-**	**-**	**-**	**47.91**
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	**-**	**-**	**41.91**	**-**	**-**	**-**	**-**	**41.91**
(iii) Undisputed Trade Receivables – credit impaired	**-**	**-**	**10.58**	**12.66**	**2.86**	**2.93**	**4.35**	**33.38**
Total	**0.45**	**-**	**99.95**	**12.66**	**2.86**	**2.93**	**4.35**	**123.20**

Note : Ageing of the trade receivables is determined from the date of transaction till the reporting date.

(₹ in crore)

Particulars	As at March 31, 2023							Total
	Un-billed Dues	Not due	Less than 6 months	6 months - 1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	0.43	-	33.43	-	-	-	-	**33.86**
(ii) Undisputed Trade Receivables - which have significant increase in credit risk	-	-	33.71	-	-	-	-	**33.71**
(iii) Undisputed Trade Receivables – credit impaired	-	-	4.35	19.62	0.06	3.29	6.01	**33.33**
Total	**0.43**	**-**	**71.49**	**19.62**	**0.06**	**3.29**	**6.01**	**100.90**

Note : Ageing of the trade receivables is determined from the date of transaction till the reporting date.

Note 7: Loans

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
(A)		
(i) At Amortised Cost		
- Bills purchased and bills discounted	**1,132.83**	1,706.57
- Term loans	**1,52,050.95**	1,10,901.18
- Credit substitutes (refer note (i) below)	**3,772.77**	3,947.17
- Finance lease and hire purchase	**2,283.83**	2,253.80
- Factoring	**1,175.81**	652.44
- Retained portion of assigned loans	**12.73**	17.33
Subtotal (i)	**1,60,428.92**	**1,19,478.49**

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
(ii) At Fair Value Through Other Comprehensive Income		
- Term loans	**761.53**	693.26
Subtotal (ii)	**761.53**	**693.26**
(iii) At Fair Value Through Profit and Loss		
- Credit substitutes	**40.63**	25.11
Subtotal (iii)	**40.63**	**25.11**
Subtotal (i)+(ii)+(iii)	**1,61,231.08**	**1,20,196.86**
(B)		
Less : Impairment loss allowance		
- Stage I & II	**(1,500.79)**	(1,605.72)
- Stage III	**(1,752.44)**	(1,587.53)
Subtotal (i)	**(3,253.23)**	(3,193.25)
Loans net of impairment loss allowance	**1,57,977.85**	**1,17,003.61**
- Unamortised loan sourcing fees	**(735.69)**	(544.12)
- Unamortised loan sourcing costs	**518.39**	329.23
Subtotal (i)	**(217.30)**	**(214.89)**
Total	**1,57,760.55**	**1,16,788.72**
(C)		
- Secured by tangible assets	**1,18,791.36**	89,734.72
- Secured by intangible assets	**1,730.77**	1,117.34
- Covered by bank / government guarantees	**1,248.96**	1,589.46
- Unsecured	**39,459.99**	27,755.34
- Unamortised loan sourcing fees	**(735.69)**	(544.12)
- Unamortised loan sourcing costs	**518.39**	329.23
Subtotal (i)	**1,61,013.78**	**1,19,981.97**
(D)		
(i) Loans in India		
- Public Sector	**74.41**	442.03
- Others	**1,61,156.67**	1,19,754.83
Subtotal (i)	**1,61,231.08**	**1,20,196.86**
(ii) Loans outside India		
- Public Sector	**-**	-
- Others	**-**	-
Subtotal (ii)	**-**	**-**

(i) Investments in bonds, debentures and other financial instruments which, in substance, form a part of the Group's financing activities ("Credit Substitutes") have been classified under Loans. In the past these were classified as a part of Investments. The classification results in a better presentation of the substance of these investments and is in alignment with regulatory filings.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(ii) Impairment loss allowance of ₹ 4.79 crore (March 31, 2023 : ₹ 3.66 crore) has been provided on loans designated as fair value through other comprehensive income.

(iii) Loans given to related parties as on March 31, 2024 ₹ 676.43 crore (as on March 31, 2023 : ₹ 2149.38 crore).

(iv) The details of Gross investments and unearned finance income in respect of assets given under finance lease are as under:

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Gross Investments:		
- Within one year	**1,002.11**	807.23
- Later than one year and not later than five years	**1,397.77**	1,335.94
- Later than five years	**6.28**	8.00
Total	**2,406.16**	**2,151.17**
Unearned Finance Income:		
- Within one year	**183.05**	172.55
- Later than one year and not later than five years	**186.21**	161.26
- Later than five years	**1.11**	0.79
Total	**370.37**	**334.60**
Present Value of Rentals*:		
- Within one year	**819.06**	634.68
- Later than one year and not later than five years	**1,211.56**	1,174.68
- Later than five years	**5.17**	7.21
Total	**2,035.79**	**1,816.57**

* Present Value of Rentals represent the Current Future Outstanding Principal

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 8: Investments

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
(A)		
(i) At Amortised Cost		
- Investment in Debentures	**8.44**	34.23
- Investment in Government Securities	**1,553.94**	1,247.58
- Investment in Treasury Bill	**426.98**	860.89
- Investment in State Development Loan	**2,008.97**	1,847.09
Subtotal (i)	**3,998.33**	**3,989.79**
(ii) At Fair Value		
(a) Through Other Comprehensive Income:		
- Fully paid equity shares (quoted)	**642.43**	-
- Fully paid equity shares (unquoted)	**2,054.87**	2,824.39
- Debt securities	**237.33**	224.38
Subtotal (i)	**2,934.63**	**3,048.77**
(b) Through Profit and Loss:		
- Mutual and other funds (quoted)	**126.95**	4,588.30
- Fully paid equity shares (quoted)	**255.77**	219.69
- Fully paid equity shares (unquoted)	**325.93**	355.52
- Preference shares	**-**	115.00
- Venture capital fund	**201.44**	241.00
- Alternate investment fund	**32.69**	29.76
- Multi asset fund	**-**	50.77
- Structured product	**26.28**	20.37
- Security receipts	**-**	-
Subtotal (ii)	**969.06**	**5,620.41**
Total (A) = (i)+(ii)	**7,902.02**	**12,658.97**
(B)		
(i) Investments in India	**7,320.46**	12,088.22
(ii) Investments outside India	**581.56**	570.75
Total (B) = (i)+(ii)	**7,902.02**	**12,658.97**

Note : Market value of quoted investment is equal to fair value.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 9: Other financial assets

(₹ in crore)

Particulars	As at March 31, 2024		As at March 31, 2023	
At Amortised cost				
Security deposits		**32.95**		32.88
Pass Through Certificate application money (refundable)		**84.61**		14.62
Income accrued but not due		**102.27**		57.53
Advances to employees		**0.49**		0.17
Receivable on sale/redemption of investment	**64.68**		1.62	
Provision for receivable on sale/redemption of investment	**(1.62)**	**63.06**	(1.62)	-
Receivable under letter of credit/buyers credit facility	**230.66**		224.85	
Provision for letter of credit/buyer's credit facility	**(0.65)**	**230.01**	(1.29)	223.56
Other receivables		**57.76**		35.36
Total		**571.15**		**364.12**

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 10: Income Taxes

(i) Current tax assets

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Advance tax and tax deducted at source	**167.31**	172.08
Total	**167.31**	**172.08**

A. The income tax expense consist of the following:

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Current tax:		
Current tax expense for the year	**1,071.76**	1,070.39
	1,071.76	**1,070.39**
Deferred tax benefit		
Origination and reversal of temporary differences	**(6.69)**	(79.60)
	(6.69)	(79.60)
Total income tax expense recognised in the year	**1,065.07**	**990.79**

The reconciliation of estimated income tax expense at statutory income tax rate:

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Profit / (Loss) before tax from continuing operations	**4,392.03**	3,936.56
Indian statutory income tax rate	**25.168%**	25.168%
Expected income tax expense	**1,105.39**	990.75
Tax effect of adjustments to reconcile expected income tax expense to reported income tax expense:		
Income exempt from tax	**(16.62)**	(23.33)
Recognition of previously unrecognised tax losses and unabsorbed depreciation	**-**	(7.58)
Non deductible expenses	**22.90**	53.39
Impact of unrecognised timing differences	**3.48**	3.83
Tax on income at different rates	**(59.00)**	(46.56)
Tax incentives	**(15.31)**	(1.91)
Tax pertaining to prior years	**(0.13)**	(14.46)
Tax impact on consol adjustments	**26.74**	38.34
Differences in tax rates in foreign jurisdictions	**(2.38)**	(1.68)
Total income tax expense (effective tax rate of 24.25%, March 31, 2023 25.17%)	**1,065.07**	**990.79**

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

B Amounts recognised in Other Comprehensive Income

(₹ in crore)

Particulars	As at March 31, 2024			As at March 31, 2023		
	Before tax	Tax (expense) / benefit	Net of tax	Before tax	Tax (expense) / benefit	Net of tax
Items that will not be reclassified to profit or loss						
Owners of the company						
Remeasurement of the defined benefit plans	**(2.72)**	**0.67**	**(2.05)**	(12.44)	3.17	(9.27)
Changes in fair values of investment in equities carried at FVTOCI	**1,121.04**	**(148.04)**	**973.00**	2,229.95	(532.62)	1,697.33
Items that are or may be reclassified subsequently to profit or loss						
Debt instruments through Other Comprehensive Income	**22.25**	**(3.78)**	**18.47**	(12.12)	2.11	(10.01)
Fair value gain / (loss) on financial asset measured at FVTOCI	**14.99**	**(3.77)**	**11.22**	(4.17)	1.01	(3.16)
Net changes in fair values of time value of cash flow hedges (FVTOCI)	**(80.70)**	**20.31**	**(60.39)**	40.82	(10.27)	30.55
Share of other comprehensive income in associates	**(0.18)**	**-**	**(0.18)**	(8.58)	-	(8.58)
Exchange differences in translating financial statements of foreign operations	**8.03**	**-**	**8.03**	47.63	-	47.63
Total Amounts recognised in OCI	**1,082.71**	**(134.61)**	**948.10**	**2,281.09**	**(536.60)**	**1,744.49**

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(ii) Deferred tax assets

The major components of deferred tax assets and liabilities for the year ended March 31, 2024 are as follows:

(₹ in crore)

Particulars	Opening Balance	Recognised / reversed through profit and loss	Recognised / reclassified from other comprehen-sive income	Recognised / reversed through Reserves	Closing Balance
Deferred Tax Assets:					
(a) Impairment loss allowance - Stage III	**353.01**	**32.55**	**-**	**-**	**385.56**
(b) Impairment loss allowance - Stage I & II	**422.19**	**(27.27)**	**-**	**-**	**394.92**
(c) Employee benefits	**6.50**	**2.24**	**-**	**-**	**8.74**
(d) Deferred income	**124.73**	**48.35**	**-**	**-**	**173.08**
(e) Depreciation on property, plant & equipment	**85.08**	**(2.86)**	**-**	**-**	**82.22**
(f) Fair valuation of associates and fund investments	**(18.87)**	**(7.71)**	**(7.57)**	**-**	**(34.15)**
(g) Right to use asset	**6.18**	**2.46**	**-**	**-**	**8.64**
(h) Cash flow hedges	**(15.54)**	**-**	**20.31**	**-**	**4.77**
(i) Other deferred tax assets	**11.87**	**2.39**	**(3.78)**	**0.05**	**10.53**
Deferred Tax Liabilities:					
(a) Debenture issue expenses	**(8.90)**	**-**	**-**	**-**	**(8.90)**
(b) Investments measured at fair value	**(492.90)**	**0.94**	**-**	**73.50**	**(418.46)**
(c) Loans measured at FVTOCI	**(0.09)**	**0.51**	**-**	**(3.77)**	**(3.35)**
(d) Deduction u/s 36(1)(viii)	**(92.19)**	**(44.91)**	**-**	**-**	**(137.10)**
Net Deferred Tax Asset	**381.07**	**6.69**	**8.96**	**69.78**	**466.50**

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

The major components of deferred tax assets and liabilities for the year ended March 31, 2023 are as follows:

(₹ in crore)

Particulars	Opening Balance	Recognised / reversed through profit and loss	Recognised / reclassified from other comprehesive income	Recognised / reversed through Reserves	Closing Balance
Deferred Tax Assets:					
(a) Impairment loss allowance - Stage III	283.58	69.43	-	-	353.01
(b) Impairment loss allowance - Stage I & II	445.17	(22.88)	(0.10)	-	422.19
(c) Employee benefits	5.41	1.09	-	-	6.50
(d) Deferred income	92.01	32.82	(0.10)	-	124.73
(e) Depreciation on property, plant & equipment	79.36	5.72	-	-	85.08
(f) Fair valuation of associates and fund investments	5.59	18.62	(43.08)	-	(18.87)
(g) Right to use asset	5.52	0.66	-	-	6.18
(h) Cash flow hedges	(5.27)	-	(10.27)	-	(15.54)
(i) Other deferred tax assets	16.95	(7.42)	2.09	0.25	11.87
Deferred Tax Liabilities:					
(a) Debenture issue expenses	(10.10)	1.20	-	-	(8.90)
(b) Investments measured at fair value	(7.47)	4.09	(489.52)	-	(492.90)
(c) Loans measured at FVTOCI	(1.30)	-	1.21	-	(0.09)
(d) Deduction u/s 36(1)(viii)	(68.46)	(23.73)	-	-	(92.19)
Net Deferred Tax Asset	**840.99**	**79.60**	**(539.77)**	**0.25**	**381.07**

One of our subsidiary has not recognized net deferred tax assets as at March 31, 2024 on the following item, since it is not probable that the economic benefits will flow in future years against which such deferred tax assets can be realized.

(₹ in crore)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Closing balance	DTA @25.17%	Closing balance	DTA @25.17%
Deferred Tax Asset (A)				
On business losses as per Income Tax*	**39.06**	**9.83**	38.14	9.60
On unabsorbed depreciation as per Income Tax	**8.35**	**2.10**	6.51	1.64
Provision for doubtful debts	**0.71**	**0.18**	0.71	0.18
Employee benefits - Leave encashment	**0.24**	**0.06**	0.21	0.05
On account of right to use asset	**0.11**	**0.03**	0.04	0.01
On account of depreciation on fixed assets	**-**	**-**	-	-
Deferred Tax Liability (B)				
On account of depreciation on fixed assets	**(0.74)**	**(0.19)**	(0.25)	(0.06)
Net Deferred Tax Asset (A-B)	**47.73**	**12.01**	**45.36**	**11.42**

* The Subsidiary business Losses as per Income Tax Act, 1961 of ₹ 0.37 crore expiring in FY 2028-29, ₹ 12.77 crore expiring in FY 2029-30, ₹ 13.51 crore expiring in FY 2030-31 and ₹ 12.39 crore expiring in FY 2031-32 (PY ₹ 11.17 crore expiring in FY 2023-24, ₹ 0.37 crore expiring in FY 2028-29, ₹ 12.77 crore expiring in FY 2029-30 and ₹ 13.82 crore expiring in FY 2030-31).

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(iii) Current tax liabilities

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Provision for tax	**396.73**	337.98
Total	**396.73**	**337.98**

(iv) Unrecognised temporary differences

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Temporary difference relating to investment in subsidiaries for which deferred tax liabilities have not been recognised		
Undistributed reserves	**6,660.43**	4,530.84

Note:
Subsidiaries of Tata Capital Limited's undistributed reserves which, if paid out as dividends, would be subject to tax in the hands of recipient. An assessable temporary difference exists, but no deferred tax liability has been recognized as Tata Capital Limited is able to control the timing of distribution from these subsidiaries. These subsidiaries are not expected to distribute the dividend out of these reserves in the foreseeable future. Also there are no plans to sell any of the subsidiaries in the foreseeable future and hence no deferred tax liability has been created on the basis of capital gains tax.

Note 11: Investments accounted using equity method

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
(i) At Amortised Cost		
Associate companies		
Fully paid equity shares (unquoted)	**202.40**	341.68
Preference shares (unquoted)	**677.52**	377.52
Less: Diminution in value of investments	**(134.21)**	(124.13)
	745.71	**595.07**
(ii) At Fair Value Through Profit or Loss:		
Associate companies		
Fully paid equity shares (quoted)	**85.07**	-
	85.07	-
(i) Investments in India	**780.92**	545.21
(ii) Investments outside India	**49.86**	49.86
Total (B) (i)+(ii)	**830.78**	**595.07**

Note 12: Property, plant, equipment, Investment property and Other Intangible Assets

(₹ in crore)

Particulars	Gross Block					Accumulated depreciation and amortisation					Net Carrying Value
	Opening balance as at April 1, 2023	Additions/ Adjust-ments	Deletions	Written off	Closing balance as at March 31, 2024	Opening balance as at April 1, 2023	Depreciation/ Amortisation for the year*	Deletions/ Adjust-ments	Written off	Closing balance as at March 31, 2024	As at March 31, 2024
TANGIBLE ASSETS											
Buildings#	**128.28**	**21.73**	**-**	**-**	**150.01**	**39.65**	**7.45**	**(5.07)**	**-**	**52.17**	**97.84**
	128.28	*-*	*-*	*-*	*128.28*	*32.29*	*6.36*	*(1.00)*	*-*	*39.65*	*88.63*
Leasehold Improvements	**56.63**	**52.86**	**1.84**	**-**	**107.65**	**27.74**	**14.02**	**1.47**	**-**	**40.29**	**67.36**
	40.69	*19.40*	*3.46*	*-*	*56.63*	*25.11*	*5.99*	*3.36*	*-*	*27.74*	*28.89*
Furniture & Fixtures	**19.86**	**17.98**	**0.74**	**-**	**37.10**	**10.86**	**6.16**	**0.56**	**-**	**16.46**	**20.64**
	13.12	*7.78*	*1.03*	*0.01*	*19.86*	*8.17*	*3.66*	*0.97*	*-*	*10.86*	*9.00*
Computer Equipment	**102.27**	**52.22**	**24.39**	**0.23**	**129.87**	**57.02**	**26.87**	**24.37**	**-**	**59.52**	**70.35**
	83.58	*34.81*	*16.11*	*0.01*	*102.27*	*56.21*	*16.91*	*16.10*	*-*	*57.02*	*45.25*
Office Equipment	**25.69**	**21.07**	**0.47**	**-**	**46.29**	**15.54**	**5.95**	**0.42**	**-**	**21.07**	**25.22**
	18.28	*7.80*	*0.38*	*0.01*	*25.69*	*12.93*	*2.93*	*0.32*	*-*	*15.54*	*10.15*
Plant & Machinery	**8.03**	**3.52**	**0.34**	**-**	**11.21**	**3.09**	**0.95**	**0.27**	**-**	**3.77**	**7.44**
	5.94	*3.09*	*1.00*	*-*	*8.03*	*3.34*	*0.71*	*0.96*	*-*	*3.09*	*4.94*
Vehicles	**21.40**	**14.04**	**4.29**	**-**	**31.15**	**7.83**	**6.48**	**3.45**	**-**	**10.86**	**20.29**
	16.19	*8.64*	*3.43*	*-*	*21.40*	*6.04*	*4.50*	*2.71*	*-*	*7.83*	*13.57*
ASSETS GIVEN UNDER OPERATING LEASE/ RENTAL											
Construction Equipment	**89.96**	**45.79**	**40.18**	**-**	**95.57**	**63.31**	**12.20**	**36.86**	**-**	**38.65**	**56.92**
	85.69	*20.50*	*16.23*	*-*	*89.96*	*68.70*	*9.49*	*14.88*	*-*	*63.31*	*26.65*
Vehicles	**40.26**	**124.38**	**14.57**	**-**	**150.07**	**18.19**	**8.39**	**12.04**	**-**	**14.54**	**135.53**
	38.77	*14.88*	*13.39*	*-*	*40.26*	*27.58*	*2.68*	*12.07*	*-*	*18.19*	*22.07*
Plant & Machinery	**611.97**	**236.31**	**238.85**	**0.05**	**609.38**	**396.39**	**97.75**	**213.73**	**-**	**280.41**	**328.97**
	699.92	*38.16*	*126.11*	*-*	*611.97*	*414.20*	*89.26*	*107.07*	*-*	*396.39*	*215.58*
Computer Equipment	**114.65**	**0.28**	**69.30**	**-**	**45.63**	**95.05**	**15.42**	**66.81**	**-**	**43.66**	**1.97**
	227.42	*-*	*112.25*	*0.52*	*114.65*	*162.20*	*26.41*	*93.56*	*-*	*95.05*	*19.60*
Furniture & Fixtures	**0.65**	**0.06**	**0.24**	**-**	**0.47**	**0.61**	**0.01**	**0.22**	**-**	**0.40**	**0.07**
	3.89	*-*	*3.24*	*-*	*0.65*	*3.15*	*0.35*	*2.89*	*-*	*0.61*	*0.04*
Office Equipment's	**3.00**	**-**	**1.56**	**-**	**1.44**	**2.70**	**0.09**	**1.40**	**-**	**1.39**	**0.05**
	24.86	*-*	*20.81*	*1.05*	*3.00*	*22.39*	*0.08*	*19.77*	*-*	*2.70*	*0.30*

(₹ in crore)

Particulars	Gross Block					Accumulated depreciation and amortisation					Net Carrying Value
	Opening balance as at April 1, 2023	Additions/ Adjust-ments	Deletions	Written off	Closing balance as at March 31, 2024	Opening balance as at April 1, 2023	Depreciation/ Amortisation for the year*	Deletions/ Adjust-ments	Written off	Closing balance as at March 31, 2024	As at March 31, 2024
Railway Wagons	**28.71**	**-**	**25.77**	**-**	**2.94**	**28.07**	**0.53**	**25.77**	**-**	**2.83**	**0.11**
	150.10	*-*	*121.39*	*-*	*28.71*	*134.04*	*1.59*	*107.56*	*-*	*28.07*	*0.64*
Electrical Installation & Equipment's	**5.24**	**-**	**2.15**	**-**	**3.09**	**4.28**	**0.58**	**1.94**	**-**	**2.92**	**0.17**
	9.86	*-*	*4.62*	*-*	*5.24*	*7.42*	*1.06*	*4.20*	*-*	*4.28*	*0.96*
TANGIBLE ASSETS - TOTAL	**1,256.60**	**590.24**	**424.69**	**0.28**	**1,421.87**	**770.33**	**202.85**	**384.24**	**-**	**588.94**	**832.93**
	1,546.59	*155.06*	*443.45*	*1.60*	*1,256.60*	*983.77*	*171.98*	*385.42*	*-*	*770.33*	*486.27*
INTANGIBLE ASSETS (other than internally generated)											
Software	**78.72**	**26.65**	**-**	**-**	**105.37**	**46.17**	**16.41**	**-**	**-**	**62.58**	**42.79**
	61.23	*17.49*	*-*	*-*	*78.72*	*36.09*	*10.08*	*-*	*-*	*46.17*	*32.55*
INTANGIBLE ASSETS - TOTAL	**78.72**	**26.65**	**-**	**-**	**105.37**	**46.17**	**16.41**	**-**	**-**	**62.58**	**42.79**
	61.23	*17.49*	*-*	*-*	*78.72*	*36.09*	*10.08*	*-*	*-*	*46.17*	*32.55*
Investment Property	**26.05**	**(21.73)**	**-**	**-**	**4.32**	**6.18**	**0.19**	**5.07**	**-**	**1.30**	**3.02**
	26.05	*-*	*-*	*-*	*26.05*	*5.89*	*1.29*	*1.00*	*-*	*6.18*	*19.87*
Total	**1,361.37**	**595.16**	**424.69**	**0.28**	**1,531.56**	**822.68**	**219.45**	**389.31**	**-**	**652.82**	**878.74**
	1,633.87	*172.55*	*443.45*	*1.60*	*1,361.37*	*1,025.75*	*183.35*	*386.42*	*-*	*822.68*	*538.69*

Note :

1. Figures in italics relate to March 31, 2023
2. # Immovable property having net carrying value amounting to ₹ 1.95 crore is hypothecated against borrowings, refer notes 15.1.
3. Fair value of investment property as on March 31, 2024 : ₹ 8.59 crore (March 31, 2023 : ₹ 69.99 crore), The fair value of the investment properties has been determined by an external independent property valuer, having appropriate professional qualification and experience in the location and category of property being valued.
4. *Total depreciation charged for the year in the Statement of Profit and Loss includes depreciation on Right to use assets. Depreciation on right to use assets for the year ended is ₹ 68.05 crore (Previous year : ₹ 42.67 crore)
5. None of the class of fixed assets are revalued during the year

6. Amount recognised in Statement of Profit and Loss for Investment Property:

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Rental Income	**0.05**	4.96
Direct Operating expense from property that generated rental income	**0.03**	1.67
Direct Operating expense from property that did not generate the rental income*	**-**	-

* less than ₹ 50,000/-

7. Title of immovable properties having Gross Block of ₹ 39.06 crore (March 31, 2023 : ₹ 39.06 crore) and Net Block of ₹ 24.41 crore (March 31, 2023 : ₹ 26.51 crore) is yet to be transferred in the name of the Company.

Details of Immovable Properties whose title deeds are not held in the name of the Company as at March 31, 2024 : (₹ in crore)

Asset Category	Title Deeds held in the name of	Whether the Title holder is Promoter/ Director/ Relative of Promoter/ Relative of Director/ Employee	Property held since	Reason for not being transferred in the name of Company	Gross Carrying Value as on March 31, 2024	Gross Carrying Value as on March 31, 2023
Property, Plant and Equipment						
Building						
Bella Vista-Thane	Tata Cleantech Capital Limited	No	12-08-2014	The title of the asset transferred pursuant to the scheme of amalgamation / arrangement / merger / demerger are in the process of being transferred in the name of the Company	**2.58**	2.58
Neelkanth Greens- Thane	Tata Capital Financial Services Limited	No	28-08-2008		**0.28**	0.28
I-Think Techno Campus - 3rd floor A wing, Thane	Tata Capital Financial Services Limited	No	30-08-2010		**18.24**	18.24
I-Think Techno Campus - 4th floor A wing, Thane	Tata Capital Financial Services Limited	No	30-08-2010		**18.24**	18.24

8. Title deeds for all the leased premises are held in the name of the Company.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 12 *(i)* CAPITAL WORK IN PROGRESS

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Opening Balance	**11.30**	3.77
Additions	**583.09**	162.59
Deductions / Adjustments	**(590.24)**	(155.06)
Closing Balance	**4.15**	**11.30**

As at March 31, 2024

(₹ in crore)

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Projects in progress	**4.15**	**-**	**-**	**-**	**4.15**
(ii) Projects temporarily suspended	**-**	**-**	**-**	**-**	**-**
Total	**4.15**	**-**	**-**	**-**	**4.15**

CWIP completion schedule

(₹ in crore)

Particulars	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Projects in progress	**4.15**	**-**	**-**	**-**	**4.15**
(ii) Projects temporarily suspended	**-**	**-**	**-**	**-**	**-**
Total	**4.15**	**-**	**-**	**-**	**4.15**

As at March 31, 2023

(₹ in crore)

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Projects in progress	11.30	-	-	-	11.30
(ii) Projects temporarily suspended	-	-	-	-	-
Total	**11.30**	**-**	**-**	**-**	**11.30**

CWIP completion schedule

(₹ in crore)

Particulars	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Projects in progress	11.30	-	-	-	11.30
(ii) Projects temporarily suspended	-	-	-	-	-
Total	**11.30**	**-**	**-**	**-**	**11.30**

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 12 *(ii)* INTANGIBLE ASSETS UNDER DEVELOPMENT

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Opening Balance	**8.72**	7.72
Additions	**22.04**	18.49
Deductions / Adjustments	**(26.65)**	(17.49)
Closing Balance	**4.11**	**8.72**

As at March 31, 2024

(₹ in crore)

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Projects in progress	**3.98**	**0.06**	**0.07**	**-**	**4.11**
(ii) Projects temporarily suspended	**-**	**-**	**-**	**-**	**-**
Total	**3.98**	**0.06**	**0.07**	**-**	**4.11**

CWIP completion schedule

(₹ in crore)

Particulars	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Projects in progress	**4.11**	**-**	**-**	**-**	**4.11**
(ii) Projects temporarily suspended	**-**	**-**	**-**	**-**	**-**
Total	**4.11**	**-**	**-**	**-**	**4.11**

As at March 31, 2023

(₹ in crore)

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Projects in progress	5.08	1.63	2.01	-	8.72
(ii) Projects temporarily suspended	-	-	-	-	-
Total	**5.08**	**1.63**	**2.01**	**-**	**8.72**

CWIP completion schedule

(₹ in crore)

Particulars	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Projects in progress	8.72	-	-	-	8.72
(ii) Projects temporarily suspended	-	-	-	-	-
Total	**8.72**	**-**	**-**	**-**	**8.72**

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 12 *(iii)* The Group has given assets under non-cancellable operating leases. The total of future minimum lease payments that the group is committed to receive is:

Lease Payments	As at March 31, 2024	As at March 31, 2023
Within one year	**173.45**	125.49
Later than one year and not later than five years	**445.24**	200.70
Later than five years	**71.53**	10.62
Total	**690.22**	**336.81**

Accumulated Depreciation on lease assets is ₹ 384.86 crore (Year ended March, 31, 2023 : ₹ 608.68 crore).

Accumulated Impairment losses on the leased assets ₹ Nil (Year ended March, 31, 2023 ₹ Nil)

Note 13: Other non-financial assets

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
At Amortised cost		
Capital advances	**152.59**	25.23
Prepaid expenses	**37.39**	27.65
Gratuity asset (net)	**-**	1.61
Balances with government authorities	**257.85**	220.24
Assets held-for-sale	**1.74**	30.55
Less : Provision for receivable on sale/redemption of investment	**(1.74)**	(30.55)
Other advances	**19.79**	17.14
Total	**467.62**	**291.87**

Note 14: Trade Payables

(i). Total outstanding dues of creditors other than micro enterprises and small enterprises

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
At Amortised cost		
Trade payables		
Accrued expenses	**611.82**	523.80
Payable to dealers/vendors	**774.31**	680.80
Due to others	**17.26**	27.56
Total (A)	**1,403.39**	**1,232.16**
Other payables		
Due to related parties	**-**	**-**
Due to others	**-**	**-**
Total (B)	**-**	**-**
Total (A)+(B)	**1,403.39**	**1,232.16**

Note - The information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Group. The amount of principal and interest outstanding during the year is given below :

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(ii). Total outstanding dues of micro enterprises and small enterprises

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year	**3.82**	6.95
The amount of interest paid by the buyer in terms of section 16, of the Micro Small and Medium Enterprise Development Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year	**-**	-
The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro Small and Medium Enterprise Development Act, 2006.	**-**	-
The amount of interest accrued and remaining unpaid at the end of each accounting year;	**-**	0.08
The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the Micro Small and Medium Enterprise Development Act, 2006	**-**	-
Total	**3.82**	**7.03**

(₹ in crore)

Particulars	As at March 31, 2024						
	Unbilled Dues	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	**-**	**-**	**3.82**	**-**	**-**	**-**	**3.82**
(ii) Others	**506.67**	**674.19**	**218.26**	**1.29**	**0.41**	**2.57**	**1,403.39**
(iii) Disputed dues – MSME	**-**	**-**	**-**	**-**	**-**	**-**	**-**
(iv) Disputed dues - Others	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Total	**506.67**	**674.19**	**222.08**	**1.29**	**0.41**	**2.57**	**1,407.21**

Note : Ageing of the trade payables is determined from the date of transaction till the reporting date.

(₹ in crore)

Particulars	As at March 31, 2023						
	Unbilled Dues	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	Total
(i) MSME	-	-	7.03	-	-	-	7.03
(ii) Others	468.26	545.43	199.78	5.45	7.96	5.28	1,232.16
(iii) Disputed dues – MSME	-	-	-	-	-	-	-
(iv) Disputed dues - Others	-	-	-	-	-	-	-
Total	**468.26**	**545.43**	**206.81**	**5.45**	**7.96**	**5.28**	**1,239.19**

Note : Ageing of the trade payables is determined from the date of transaction till the reporting date.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 15: Debt securities

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
(A)		
At Amortised Cost		
Secured		
- Privately Placed Non-Convertible Debentures (Refer note 15.1 and 15.6 below)	**46,188.31**	36,833.29
- Public issue of Non-Convertible Debentures (Refer note 15.2 and 15.7 below)	**1,658.13**	3,256.00
Unsecured		
- Privately Placed Non-Convertible Debentures (Refer note 15.8 below)	**2,831.34**	3,083.66
- Commercial paper [Net of unamortised discount of ₹ 258.88 crore (March 31, 2023 : ₹ 211.86 crore)]	**9,825.90**	8,202.63
Total	**60,503.68**	**51,375.58**
(B)		
(i) Debt securities in India	**60,503.68**	51,375.58
(ii) Debt securities outside India	**-**	-
Total	**60,503.68**	**51,375.58**

Note:

15.1 Privately Placed Non-Convertible Debentures are secured by pari passu charge on the specific immovable property, specified receivables arising out of loan, lease, hire purchase transactions and to the extent of shortfall in asset cover by a pari passu charge on the assets of the Group. The Group has, at all times, for the secured NCDs, maintained sufficient asset cover as stated in the respective information memorandum towards the principal amount, interest accrued thereon, and such other sums as mentioned therein

15.2 Public issue of Non-Convertible Debentures are secured by a pari passu charge on the specific immovable property, receivables against unsecured loans, bills discounted and trade advances and other current assets of the Group.

15.3 Discount on commercial paper varies between 7.05% to 8.39% (March 31, 2023 : 6.56% to 8.10%) and are repayable at maturity ranging between 7 days and 12 months from the date of respective commercial paper.

15.4 Of the above, Privately placed Secured Non-Convertible Debentures amounting to face value of ₹ 235 Crore (March 31, 2023 : ₹ 440 crore) and Unsecured Non-Convertible Debentures amounting to face value of ₹ 530 crore (March 31, 2023 : ₹ 490 crore) are held by related parties.

15.5 No default has been made in repayment of debt securities for the year ended March 31, 2024 and March 31, 2023

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

15.6 Particulars of Privately Placed Secured Non-Convertible Debentures ("NCDs") outstanding as on March 31, 2024

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	(₹ in crore)	Number of NCDs	(₹ in crore)
TCFSL NCD "A" FY 2022-23 - Option I	29-Apr-22	29-Apr-24	**1,750**	**175.00**	1,750	175.00
TCFSL NCD 'B' FY 2021-22	10-May-21	10-May-24	**5,000**	**500.00**	5,000	500.00
TCHFL NCD "A" FY 2021-22	18-May-21	17-May-24	**2,600**	**260.00**	2,600	260.00
TCFSL NCD "D" FY 2019-20	27-May-19	27-May-24	**2,180**	**218.00**	2,180	218.00
TCFSL NCD "C" FY 2022-23 - Option II	01-Jun-22	31-May-24	**4,250**	**425.00**	4,250	425.00
TCCL NCD 'C' FY 2017-18	02-Jun-17	03-Jun-24	**100**	**10.00**	100	10.00
TCFSL NCD "F" FY 2019-20 Option - II	20-Jun-19	20-Jun-24	**885**	**88.50**	885	88.50
TCFSL NCD 'F' FY 2019-20 Op-II Reissuance 1	10-Jul-19	20-Jun-24	**1,000**	**100.00**	1,000	100.00
TCCL MLD "A" FY 2022-23	12-Jul-22	25-Jun-24	**2,296**	**229.60**	2,296	229.60
TCHFL NCD "C" Series FY 2022-23	06-Jul-22	05-Jul-24	**1,600**	**160.00**	1,600	160.00
TCHFL NCD "D" FY 2021-22	20-Jul-21	19-Jul-24	**1,850**	**185.00**	1,850	185.00
TCCL NCD "B" FY 2021-22	28-Jul-21	26-Jul-24	**3,600**	**360.00**	3,600	360.00
TCFSL NCD 'D' FY 2021-22	02-Aug-21	02-Aug-24	**2,000**	**200.00**	2,000	200.00
TCHFL NCD "E" FY 2021-22	15-Sep-21	13-Sep-24	**5,000**	**500.00**	5,000	500.00
TCHFL NCD "C" FY 2021-22	23-Jun-21	23-Sep-24	**1,350**	**135.00**	1,350	135.00
TCHFL NCD "C" FY 2021-22 - Reissue No. 1	08-Sep-21	23-Sep-24	**2,000**	**200.00**	2,000	200.00
TCFSL NCD 'G' FY 2022-23	23-Aug-22	25-Sep-24	**1,640**	**164.00**	1,640	164.00

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	(₹ in crore)	Number of NCDs	(₹ in crore)
TCFSL NCD 'E' FY 2021-22	06-Aug-21	04-Oct-24	**7,000**	**700.00**	7,000	700.00
TCFSL NCD 'E' FY 2021-22 Premium Reissuance 1 at PAR	24-Aug-21	04-Oct-24	**4,000**	**400.00**	4,000	400.00
TCCL NCD "C" FY 2021-22	17-Nov-21	15-Nov-24	**3,000**	**300.00**	3,000	300.00
TCFSL NCD AA FY 2014-15	20-Nov-14	20-Nov-24	**950**	**95.00**	950	95.00
TCCL NCD 'C' FY 2019-20	05-Dec-19	05-Dec-24	**250**	**25.00**	250	25.00
TCFSL NCD AF FY 2014-15-Option-I	08-Dec-14	06-Dec-24	**750**	**75.00**	750	75.00
TCHFL NCD R FY 2014-15	09-Dec-14	09-Dec-24	**2,000**	**200.00**	2,000	200.00
TCHFL NCD “I” FY 2021-22	17-Dec-21	17-Dec-24	**1,500**	**150.00**	1,500	150.00
TCFSL NCD "E" FY 2019-20 Option - I	04-Jun-19	15-Jan-25	**300**	**30.00**	300	30.00
TCFSL NCD "E" FY 2019-20 Option - I Reissuance 1	26-Feb-20	15-Jan-25	**350**	**35.00**	350	35.00
TCHFL NCD V FY 2014-15	23-Jan-15	23-Jan-25	**1,500**	**150.00**	1,500	150.00
TCFSL NCD "K" FY 2022-23 - Option - I	18-Nov-22	27-Mar-25	**560**	**56.00**	560	56.00
TCFSL NCD "B" FY 2020-21 - Option II	29-Apr-20	29-Apr-25	**400**	**40.00**	400	40.00
TCFSL NCD "B" FY 2022-23	10-May-22	09-May-25	**2,000**	**200.00**	2,000	200.00
TCFSL NCD "B" FY 2022-23 Discount Reissuance 1	04-May-23	09-May-25	**2,400**	**240.00**	-	-
TCCL Market Linked NCD "B" FY 2022-23	30-Nov-22	30-May-25	**500**	**50.00**	500	50.00
TCCL Market Linked NCD "B" FY 2022-23 Reissue No.1	14-Dec-22	30-May-25	**1,610**	**161.00**	1,610	161.00

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	(₹ in crore)	Number of NCDs	(₹ in crore)
TCHFL NCD"O" FY 2015-16	16-Jun-15	16-Jun-25	**200**	**20.00**	200	20.00
TCCL NCD "A" FY 2022-23	21-Jun-22	20-Jun-25	**500**	**50.00**	500	50.00
TCFSL NCD "D" FY 2022-23 - Option II	30-Jun-22	25-Jul-25	**2,500**	**250.00**	2,500	250.00
TCFSL NCD "D" FY 2022-23 - Option II Premium Reissuance 1	03-Aug-22	25-Jul-25	**3,250**	**325.00**	3,250	325.00
TCFSL NCD "D" FY 2022-23 - Option II Premium Reissuance 2	23-Aug-22	25-Jul-25	**2,250**	**225.00**	2,250	225.00
TCCL Market Linked NCD "C" FY 2022-23	26-Dec-22	28-Jul-25	**500**	**50.00**	500	50.00
TCHFL NCD D Series FY 2022-23 - Option - I	05-Aug-22	05-Aug-25	**2,920**	**292.00**	2,920	292.00
TCFSL Market Linked NCD "A" 2022-23	19-Sep-22	19-Aug-25	**430**	**43.00**	430	43.00
TCHFL NCD "AE" FY 2015-16	31-Aug-15	29-Aug-25	**200**	**20.00**	200	20.00
TCFSL NCD “E” FY 2022-23 Option - I	26-Jul-22	10-Sep-25	**1,500**	**150.00**	1,500	150.00
TCFSL NCD "E" FY 2022-23 - Option - I - Reissue No.1	04-Nov-22	10-Sep-25	**1,110**	**111.00**	1,110	111.00
TCHFL NCD "AG" FY 2015-16	08-Oct-15	08-Oct-25	**75**	**7.50**	75	7.50
TCFSL NCD “I” FY 2022-23	13-Oct-22	13-Oct-25	**350**	**35.00**	350	35.00
TCHFL NCD "G" Series FY 2022-23 - Option - I	03-Nov-22	03-Nov-25	**8,000**	**800.00**	8,000	800.00
TCHFL NCD "AM" FY 2015-16 - Option I	06-Nov-15	06-Nov-25	**350**	**35.00**	350	35.00
TCFSL NCD “K” FY 2022-23 Option II	18-Nov-22	18-Nov-25	**1,500**	**150.00**	1,500	150.00

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	(₹ in crore)	Number of NCDs	(₹ in crore)
TCFSL NCD "K" FY 2022-23 Option II Discount Reissuance 1	05-Dec-22	18-Nov-25	**2,000**	**200.00**	2,000	200.00
TCFSL NCD "K" FY 2022-23 Option II Premium Reissuance 2	08-Dec-22	18-Nov-25	**6,000**	**600.00**	6,000	600.00
TCFSL NCD "L" FY 2022-23	08-Dec-22	08-Dec-25	**2,000**	**200.00**	2,000	200.00
TCHFL NCD "G" FY 2020-21	19-Jan-21	19-Jan-26	**850**	**85.00**	850	85.00
TCFSL NCD 'P' FY 2022-23 STRPP I	14-Mar-23	13-Mar-26	**2,00,000**	**2,000.00**	2,00,000	2,000.00
TCCL NCD UNLISTED A Series FY 2022-23	23-Mar-23	23-Mar-26	**37,500**	**375.00**	37,500	375.00
TCHFL NCD "AU" FY 2015-16 Option I	30-Mar-16	30-Mar-26	**150**	**15.00**	150	15.00
TCFSL NCD "M" FY 2022-23 Premium	17-Jan-23	17-Apr-26	**5,000**	**500.00**	5,000	500.00
TCFSL NCD "M" FY 2022-23 Discount Reissuance 1	11-Sep-23	17-Apr-26	**3,000**	**300.00**	-	-
TCHFL NCD "H" FY 2022-23	08-Feb-23	08-May-26	**30,000**	**300.00**	30,000	300.00
TCHFL NCD "H" FY 2022-23 – Reissue No. 1	18-May-23	08-May-26	**50,000**	**500.00**	-	-
TCFSL NCD "O" FY 2022-23 Option I	21-Feb-23	21-May-26	**1,300**	**130.00**	1,300	130.00
TCFSL NCD "O" FY 2022-23 Option I Premium Reissuance 1	26-Apr-23	21-May-26	**1,800**	**180.00**	-	-
TCHFL NCD "B" FY 2021-22	15-Jun-21	15-Jun-26	**1,700**	**170.00**	1,700	170.00
TCHFL NCD "B" FY 2021-22 – Reissue No. 1	24-Jan-23	15-Jun-26	**8,000**	**800.00**	8,000	800.00
TCHFL NCD "B" FY 2021-22 Reissue No.2	20-Feb-23	15-Jun-26	**1,500**	**150.00**	1,500	150.00

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	(₹ in crore)	Number of NCDs	(₹ in crore)
TCHFL NCD "J" FY 2016-17	30-Jun-16	30-Jun-26	**100**	**10.00**	100	10.00
TCHFL NCD "A" FY 2023-24	10-Jul-23	18-Sep-26	**25,000**	**250.00**	-	-
TCFSL NCD 'B' FY 2023-24 STRPP I	03-Aug-23	03-Dec-26	**3,00,000**	**3,000.00**	-	-
TCFSL NCD 'D' FY 2023-24 STRPP I	28-Nov-23	22-Jan-27	**1,50,000**	**1,500.00**	-	-
TCHFL NCD "D" FY 2023-24	21-Feb-24	19-Feb-27	**90,100**	**901.00**	-	-
TCFSL NCD 'P' FY 2022-23 STRPP II Partly Paid	14-Mar-23	16-Mar-27	**2,00,000**	**20.00**	2,00,000	20.00
TCHFL NCD "C" FY 2023-24	21-Dec-23	19-Mar-27	**50,000**	**500.00**	-	-
TCHFL NCD "C" FY 2023-24 – Reissue No. 1	24-Jan-24	19-Mar-27	**35,000**	**300.00**	-	-
TCL SECURED "C" FY 2023-24 VIS-M-1	29-Feb-24	10-May-27	**85,800**	**858.00**	-	-
TCL SECURED "C" FY 2023-24 VIS-M-2	29-Feb-24	10-May-27	**22,500**	**225.00**	-	-
TCL SECURED "C" FY 2023-24 VIS-M-3	29-Feb-24	10-May-27	**23,200**	**232.00**	-	-
TCL SECURED "C" FY 2023-24 VIS-M-4	29-Feb-24	10-May-27	**5,000**	**50.00**	-	-
TCL SECURED "C" FY 2023-24 VIS-M-5	29-Feb-24	10-May-27	**27,500**	**275.00**	-	-
TCHFL NCD "A" Series FY 2022-23	18-May-22	18-May-27	**1,780**	**178.00**	1,780	178.00
TCHFL NCD “A” Series FY 2022-23 – Reissue No. 1	13-Jul-22	18-May-27	**4,000**	**400.00**	4,000	400.00
TCHFL NCD “A” Series FY 2022-23 – Reissue No. 2	18-May-23	18-May-27	**5,000**	**500.00**	-	-

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	(₹ in crore)	Number of NCDs	(₹ in crore)
TCHFL NCD "A" Series FY 2022-23 – Reissue No. 3	27-Feb-24	18-May-27	**4,000**	**400.00**	-	-
TCFSL NCD "E" FY 2022-23 Option - II	26-Jul-22	26-Jul-27	**4,750**	**475.00**	4,750	475.00
TCFSL NCD "E" FY 2022-23 Option - II Premium Reissuance 1	23-Aug-22	26-Jul-27	**2,500**	**250.00**	2,500	250.00
TCHFL NCD D Series FY 2022-23 - Option - II	05-Aug-22	05-Aug-27	**2,000**	**200.00**	2,000	200.00
TCFSL NCD "H" FY 2022-23	07-Sep-22	07-Sep-27	**2,060**	**206.00**	2,060	206.00
TCCL NCD 'A' FY 2020-21	10-Jun-20	10-Sep-27	**1,750**	**175.00**	1,750	175.00
TCFSL NCD 'D' FY 2022-23 STRPP II Partly Paid	28-Nov-23	23-Sep-27	**1,50,000**	**15.00**	-	-
TCFSL NCD "J" FY 2022-23	19-Oct-22	19-Oct-27	**5,000**	**500.00**	5,000	500.00
TCFSL NCD "J" FY 2022-23 Premium Reissuance 1	08-Dec-22	19-Oct-27	**2,500**	**250.00**	2,500	250.00
TCHFL NCD "G" Series FY 2022-23 - Option - II	03-Nov-22	03-Nov-27	**2,700**	**270.00**	2,700	270.00
TCHFL NCD "G" Series FY 2022-23 - Option - II - Reissue No. 1	16-Nov-22	03-Nov-27	**4,300**	**430.00**	4,300	430.00
TCFSL NCD 'B' FY 2023-24 STRPP II Partly Paid	03-Aug-23	03-Dec-27	**3,00,000**	**30.00**	-	-
TCFSL NCD Unlisted FY 2023-24	21-Dec-23	21-Dec-27	**1,02,500**	**1,025.00**	-	-
TCHFL NCD UNLISTED "A" SERIES FY 2022-23	27-Dec-22	26-Dec-27	**11,250**	**1,125.00**	11,250	1,125.00

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	(₹ in crore)	Number of NCDs	(₹ in crore)
TCFSL NCD “N” FY 2022-23	08-Feb-23	08-Feb-28	**1,100**	**110.00**	1,100	110.00
TCFSL NCD “N” FY 2022-23 Discount Reissuance 1	21-Feb-23	08-Feb-28	**1,520**	**152.00**	1,520	152.00
TCFSL NCD “A” FY 2023-24	19-Jul-23	19-Jul-28	**6,100**	**610.00**	-	-
TCFSL NCD “C” FY 2023-24	20-Oct-23	20-Oct-28	**24,370**	**243.70**	-	-
TCHFL NCD "B" FY 2023-24	13-Dec-23	13-Dec-28	**89,800**	**898.00**	-	-
TCFSL NCD "H" FY 2018-19 - Option II	19-Dec-18	19-Dec-28	**1,120**	**112.00**	1,120	112.00
TCFSL NCD "H" FY 2018-19 - Option II - 1 Reissuance on Premium	03-Jan-19	19-Dec-28	**230**	**23.00**	230	23.00
TCFSL NCD "H" FY 2018-19 - Option II - 2 Reissuance on Premium	15-Feb-19	19-Dec-28	**550**	**55.00**	550	55.00
TCL SECURED "B" FY 2023-24 VIS-M	13-Feb-24	13-Feb-29	**11,500**	**115.00**	-	-
TCFSL NCD "F" FY 2019-20 Option - I	20-Jun-19	20-Jun-29	**2,730**	**273.00**	2,730	273.00
TCFSL NCD 'F' FY 2019-20 Op-I Reissuance 1	19-Jul-19	20-Jun-29	**1,000**	**100.00**	1,000	100.00
TCCL NCD 'A' FY 2019-20	15-Jul-19	13-Jul-29	**1,400**	**140.00**	1,400	140.00
TCCL NCD 'B' FY 2019-20	16-Oct-19	16-Oct-29	**600**	**60.00**	600	60.00
TCFSL NCD 'H' FY 2019-20	06-Nov-19	06-Nov-29	**1,000**	**100.00**	1,000	100.00
TCHFL NCD "F" 2019-2020	18-Nov-19	16-Nov-29	**10,000**	**1,000.00**	10,000	1,000.00
TCFSL NCD 'L' FY 2019-20	06-Mar-20	06-Mar-30	**10,000**	**1,000.00**	10,000	1,000.00

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	(₹ in crore)	Number of NCDs	(₹ in crore)
TCFSL NCD 'H' FY 2021-22	29-Sep-21	29-Sep-31	**950**	**95.00**	950	95.00
TCFSL NCD 'H' FY 2021-22 Discount Reissuance 1	03-Dec-21	29-Sep-31	**2,190**	**219.00**	2,190	219.00
TCFSL NCD 'H' FY 2021-22 Discount Reissuance 2	16-Dec-21	29-Sep-31	**500**	**50.00**	500	50.00
TCFSL NCD 'H' FY 2021-22 Discount Reissuance 3	29-Dec-21	29-Sep-31	**850**	**85.00**	850	85.00
TCHFL NCD "F" Series FY 2022-23 - Reissue No. 1	29-Mar-23	17-Oct-31	**5,000**	**500.00**	5,000	500.00
TCHFL NCD "F" Series FY 2022-23	19-Oct-22	19-Oct-31	**10,000**	**1,000.00**	10,000	1,000.00
TCHFL NCD "G" FY 2021-22	09-Nov-21	07-Nov-31	**3,030**	**303.00**	3,030	303.00
TCFSL NCD 'I' FY 2021-22	20-Jan-22	20-Jan-32	**12,500**	**1,250.00**	12,500	1,250.00
TCHFL NCD "K" FY 2021-22	16-Feb-22	16-Feb-32	**5,000**	**500.00**	5,000	500.00
TCFSL NCD "A" FY 2022-23 - Option II	29-Apr-22	29-Apr-32	**1,810**	**181.00**	1,810	181.00
TCFSL NCD "C" FY 2022-23 - Option I	01-Jun-22	01-Jun-32	**2,500**	**250.00**	2,500	250.00
TCHFL NCD “B” Series FY 2022-23	27-Jun-22	25-Jun-32	**811**	**81.10**	811	81.10
TCHFL NCD “B” Series FY 2022-23 – Reissue No. 1	13-Jul-22	25-Jun-32	**265**	**26.50**	265	26.50
TCHFL NCD B Series FY 2022-23 - Reissue No.2	26-Aug-22	25-Jun-32	**400**	**40.00**	400	40.00
TCFSL NCD “F” FY 2022-23	12-Aug-22	12-Aug-32	**1,875**	**187.50**	1,875	187.50

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	(₹ in crore)	Number of NCDs	(₹ in crore)
TCFSL NCD “F” FY 2022-23 Premium Reissuance 1	25-Sep-23	12-Aug-32	**400**	**40.00**	-	-
TCHFL NCD "E" Series FY 2022-23	13-Sep-22	13-Sep-32	**7,220**	**722.00**	7,220	722.00
TCFSL NCD “O” FY 2022-23 Option II	21-Feb-23	21-Feb-33	**810**	**81.00**	810	81.00
TCFSL NCD “E” FY 2023-24 - 1	07-Dec-23	07-Dec-33	**2,49,500**	**2,495.00**	-	-
TCFSL NCD “E” FY 2023-24 - 2 Premium	07-Dec-23	07-Dec-33	**500**	**5.00**	-	-
TCL SECURED "A" FY 2023-24 VIS-M-1	08-Feb-24	08-Feb-34	**22,710**	**227.10**	-	-
TCL SECURED "A" FY 2023-24 VIS-M-2 Premium	08-Feb-24	08-Feb-34	**1,500**	**15.00**	-	-
TCHFL NCD "E" FY 2023-24	22-Mar-24	22-Mar-34	**1,00,000**	**1,000.00**	-	-
TCFSL NCD 'A' FY 2021-22	15-Apr-21	14-Apr-23	**-**	**-**	3,600	360.00
TCFSL NCD "B" FY 2020-21 - Option I	29-Apr-20	28-Apr-23	**-**	**-**	750	75.00
TCHFL NCD "E" FY 2016-17	04-May-16	04-May-23	**-**	**-**	200	20.00
TCFSL NCD 'A' FY 2020-21	21-Apr-20	19-May-23	**-**	**-**	9,250	925.00
TCCL NCD "A" FY 2021-22	19-May-21	19-May-23	**-**	**-**	2,000	200.00
TCHFL NCD "B" FY 2020-21	26-May-20	26-May-23	**-**	**-**	4,500	450.00
TCFSL NCD 'F' FY 2020-21	14-Jul-20	14-Jul-23	**-**	**-**	500	50.00
TCFSL NCD 'F' FY 2020-21 Discount Reissuance 1	20-Jul-20	14-Jul-23	**-**	**-**	3,500	350.00
TCFSL NCD 'C' FY 2021-22	15-Jul-21	14-Jul-23	**-**	**-**	2,100	210.00

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	(₹ in crore)	Number of NCDs	(₹ in crore)
TCFSL NCD 'C' FY 2021-22 Reissuance 1 on ZCB Discounting	02-Aug-21	14-Jul-23	-	-	2,000	200.00
TCCL MLD "A" 2020-21	20-Jul-20	20-Jul-23	-	-	7,500	75.00
TCHFL NCD "C" FY 2020-21	27-Jul-20	27-Jul-23	-	-	2,500	250.00
TCFSL NCD 'G' FY 2020-21	28-Jul-20	28-Jul-23	-	-	1,250	125.00
TCHFL NCD "A" FY 2020-21	12-May-20	11-Aug-23	-	-	5,000	500.00
TCFSL NCD 'D' FY 2022-23 - Option I	30-Jun-22	29-Sep-23	-	-	815	81.50
TCHFL NCD "H" FY 2021-22	23-Nov-21	23-Nov-23	-	-	1,750	175.00
TCHFL NCD "F" FY 2020-21	31-Dec-20	23-Nov-23	-	-	3,000	300.00
TCFSL NCD 'I' FY 2020-21	31-Dec-20	30-Nov-23	-	-	10,000	1,000.00
TCCL NCD 'C' FY 2020-21	31-Dec-20	30-Nov-23	-	-	2,000	200.00
TCHFL NCD "E" FY 2020-21 - Option II	03-Dec-20	01-Dec-23	-	-	3,000	300.00
TCCL NCD 'B' FY 2018-19	18-Dec-18	18-Dec-23	-	-	600	60.00
TCFSL NCD "H" FY 2018-19 - Option I	19-Dec-18	19-Dec-23	-	-	1,940	194.00
TCFSL NCD "H" FY 2018-19 - Option I - 1 Reissuance on Premium	03-Jan-19	19-Dec-23	-	-	975	97.50
TCFSL NCD "H" FY 2018-19 - Option I - 2 Reissuance on Premium	15-Feb-19	19-Dec-23	-	-	300	30.00
TCFSL NCD 'G' FY 2021-22	06-Sep-21	29-Dec-23	-	-	1,000	100.00

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	(₹ in crore)	Number of NCDs	(₹ in crore)
TCHFL NCD "AP" FY 2015-16 - Option II	12-Jan-16	12-Jan-24	-	-	150	15.00
TCHFL NCD "D" FY 2020-21	27-Oct-20	24-Jan-24	-	-	2,000	200.00
TCHFL NCD “J” FY 2021-22	01-Feb-22	31-Jan-24	-	-	2,000	200.00
TCHFL NCD "L" FY 2021-22	23-Feb-22	23-Feb-24	-	-	5,500	550.00
TCHFL NCD "H" FY 2020-21	25-Mar-21	25-Mar-24	-	-	2,500	250.00
TCFSL NCD 'K' FY 2020-21	30-Mar-21	29-Mar-24	-	-	4,250	425.00
Total				**44,780.50**		**35,818.70**
Add : Interest accrued on borrowing				**1,529.17**		1,224.63
Add : Unamortised premium				**9.56**		10.36
Total				**1,538.73**		**1,234.99**
Less : Unamortised discount				**(36.66)**		(25.95)
Less : Unamortised borrowing cost				**(94.26)**		(194.45)
Privately Placed Non-Convertible Debentures				**46,188.31**		**36,833.29**

Note :

1. Coupon rate of above “NCDs” outstanding as on March 31, 2024 varies from 5.70% to 9.36% (March 31, 2023 : 5.10% to 9.36%)
2. NCDs outstanding as on March 31, 2024 and March 31, 2023 are redeemable at par, except “TCFSL NCD “G” FY 2020-21 ZCB” which was redeemed at premium in FY 2023-24

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

15.7 Particulars of Public issue of Secured Non-Convertible Debentures outstanding as on March 31, 2024:

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	(₹ in crore)	Number of NCDs	(₹ in crore)
SERIES II TRANCHE II – CATEGORY I & II.	26-Aug-19	26-Aug-24	**9,77,140**	**97.71**	9,77,140	97.71
SERIES II TRANCHE II – CATEGORY III & IV.	26-Aug-19	26-Aug-24	**34,09,175**	**340.92**	34,09,175	340.92
SERIES III TRANCHE II – CATEGORY I & II.	26-Aug-19	26-Aug-27	**9,24,814**	**92.48**	9,24,814	92.48
SERIES III TRANCHE II – CATEGORY III & IV.	26-Aug-19	26-Aug-27	**60,03,935**	**600.39**	60,03,935	600.39
TCHFL NCD "Series II" FY 2019-20	14-Jan-20	14-Jan-25	**51,892**	**5.19**	51,892	5.19
TCHFL NCD "Series II" FY 2019-20	14-Jan-20	14-Jan-25	**5,41,471**	**54.15**	5,41,471	54.15
TCHFL NCD "Series III" FY 2019-20	14-Jan-20	14-Jan-25	**3,35,925**	**33.59**	3,35,925	33.59
TCHFL NCD "Series III" FY 2019-20	14-Jan-20	14-Jan-25	**23,48,032**	**234.80**	23,48,032	234.80
TCHFL NCD "Series IV" FY 2019-20	14-Jan-20	14-Jan-28	**12,025**	**1.20**	12,025	1.20
TCHFL NCD "Series IV" FY 2019-20	14-Jan-20	14-Jan-28	**3,82,776**	**38.28**	3,82,776	38.28
TCHFL NCD "Series V" FY 2019-20	14-Jan-20	14-Jan-28	**1,17,900**	**11.79**	1,17,900	11.79
TCHFL NCD "Series V" FY 2019-20	14-Jan-20	14-Jan-28	**9,05,697**	**90.57**	9,05,697	90.57
TCFSL NCD Series II (2019)	27-Sep-18	27-Sep-23	**-**	**-**	1,53,39,499	1,533.95
Total (A)				**1,601.07**		**3,135.02**
Add : Interest accrued on borrowing				**65.03**		134.38
Less : Unamortised borrowing cost				**(7.97)**		(13.40)
Total				**1,658.13**		**3,256.00**

Note : Coupon rate of above outstanding as on March 31, 2024 varies from 7.92% to 8.90% (March 31, 2023 : 7.92% to 8.90%)

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

15.8 Particulars of Privately Placed unsecured non-convertible debentures ("NCDs") utstanding as on March 31, 2024:

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	(₹ in crore)	Number of NCDs	(₹ in crore)
TCL NCD "B" FY 2020-21 - Option - II	25-Feb-21	30-Apr-24	**1,000**	**100.00**	1,000	100.00
TCL NCD B SERIES FY 2020-21 - OPTION - II - Reissue No. 1	22-Feb-22	30-Apr-24	**3,000**	**300.00**	3,000	300.00
TCL NCD "B" FY 2021-22	22-Feb-22	28-Mar-25	**3,000**	**300.00**	3,000	300.00
TCL NCD "B" FY 2021-22-Reissue No.1-1	18-Jul-23	28-Mar-25	**2,950**	**295.00**	-	-
TCL NCD "B" FY 2021-22-Reissue No.1-2	18-Jul-23	28-Mar-25	**2,050**	**205.00**	-	-
TCL NCD "A" FY 2020-21 - Option - I	04-Aug-20	04-Aug-25	**2,050**	**205.00**	2,050	205.00
TCL NCD "A" FY 2020-21 - Option - I Reissue No.1-1	21-Aug-23	04-Aug-25	**950**	**95.00**	-	-
TCL NCD "A" FY 2020-21 - Option - I Reissue No.1-2	21-Aug-23	04-Aug-25	**1,500**	**150.00**	-	-
TCL NCD "A" FY 2020-21 - Option - I Reissue No.1-3	21-Aug-23	04-Aug-25	**500**	**50.00**	-	-
TCFSL Unsecured NCD "A" FY 2018-19	19-Mar-19	17-Mar-34	**5,900**	**590.00**	5,900	590.00
TCFSL Unsecured NCD "A" FY 2019-20	23-Mar-20	23-Mar-35	**5,000**	**500.00**	5,000	400.00
TCL Unsecured NCD C FY 2019-20 Option I	07-Feb-20	28-Jun-23	**-**	**-**	1,250	125.00
TCL Unsecured NCD A FY 2020-21 Option II	04-Aug-20	04-Aug-23	**-**	**-**	3,000	300.00
TCL Unsecured NCD B FY 2020-21 Option I	25-Feb-21	28-Dec-23	**-**	**-**	3,000	300.00
TCL Unsecured NCD A FY 2021-22	18-Jan-22	16-Feb-24	-	-	4,000	400.00
Total (A)				**2,790.00**		**3,020.00**
Add : Interest accrued on borrowing				**52.08**		63.64
Add : Unamortised Premium				**0.06**		0.78
Less : Unamortised borrowing cost				**(0.61)**		(0.76)
Less : Unamortised discount				**(10.19)**		-
Total				**2,831.34**		**3,083.66**

Note : Coupon rate of above outstanding as on March 31, 2024 varies from 6.70% to 8.93% (As on March 31,2023 : 6.49% to 8.93%)

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 16: Borrowings (other than debt securities)

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
(A)		
At Amortised Cost		
(a) Term loans		
Secured		
(i) From Banks (Refer note 16.1 and 16.2 below)	**41,973.34**	33,137.84
(ii) From National Housing Bank (Refer note 16.5 below)	**8,197.41**	5,341.11
(iii) From Others (Refer note 16.1 and 16.3 below)	**13,086.18**	5,310.09
(iv) External commercial borrowing (Refer note 16.6 below)	**10,775.25**	6,691.34
(b) Loan repayable on demand :		
Secured		
(i) From Banks		
(a) Working capital demand loan (Refer note 16.7 below)	**4,269.72**	3,551.09
(b) Bank overdraft	**-**	0.34
(c) Cash credit (Refer note 16.7 below)	**0.02**	-
Unsecured		
(i) From banks		
(a) Working capital demand loan (Refer note 16.7 below)	**800.00**	850.34
(c) Other loans		
Unsecured		
(i) Inter corporate deposits from others (Refer note 16.4 below)	**40.96**	51.98
Total	**79,142.88**	**54,934.13**
(B)		
(i) Borrowings (other than debt securities) in India	**68,367.63**	48,242.79
(ii) Borrowings (other than debt securities) outside India	**10,775.25**	6,691.34
Total	**79,142.88**	**54,934.13**

16.1 Loans and advances from banks and others are secured by pari passu charge on the receivables of the Group through Security Trustee.

16.2 Rate of interest payable on term loans varies between 6.50% to 9.38% (March 31, 2023 : 6.40% to 8.99%)

16.3 Rate of interest payable on loans from others varies between 4.24% to 8.35% (March 31, 2023: 4.24% to 8.35%)

16.4 Rate of interest payable on Inter-corporate deposits varies between 7.60% to 7.80% (March 31, 2023 : 5.20% to 7.20%).

16.5 Loan from National Housing Bank is secured by way of hypothecation of book debt and guarantee / letter of comfort from Tata Capital Limited and is repayable in 3-39 (March 31, 2023: 14-60) quarterly installments. Rate of interest payable on National Housing Bank varies between 2.80% to 8.50% (March 31, 2023: 2.80% to 8.50%).

16.6 Rate of Interest payable on external commercial borrowing varies between 4.80% to 9.38% (as at March 31, 2023: 4.84% to 8.65%).

16.7 Rate of Interest payable on Cash Credit / Over Draft & Working Capital Demand Loan varies between 7.28% to 8.45% (as at March 31, 2023 : 6.15% to 8.30%).

16.8 No default has been made in repayment of any borrowings and/or interest for the year ended March 31, 2024 and March 31, 2023.

16.9 As at March 31, 2024, the Group had undrawn borrowing facilities of ₹ 11,223.26 crore (March 31, 2023 : ₹ 10,542.67 crore).

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 17: Subordinated liabilities

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
(A)		
At Amortised cost		
Unsecured		
Non-Convertible Subordinated Debentures	**6,619.25**	4,739.02
Non-Convertible Perpetual Debentures	**1,124.09**	1,217.03
Cumulative Redeemable Preference Shares	**795.39**	1,070.15
Total	**8,538.73**	**7,026.20**
(B)		
(i) Subordinated liabilities in India	**8,538.73**	7,026.20
(ii) Subordinated liabilities outside India	**-**	-
Total	**8,538.73**	**7,026.20**

17.1 Of the above, Cumulative Redeemable Preference Shares amounting to face value of ₹ 50.50 crore (March 31, 2023 : ₹ 50.50 crore) are held by related parties.

17.2 Of the above, subordinated liabilities and perpetual debentures amounting to face value of ₹ 213.62 crore (March 31, 2023 : ₹ 213.72 crore) are held by related parties.

17.3 No default has been made in repayment of subordinated liabilities for the year ended March 31, 2024 and March 31, 2023.

17.4 Particulars of Subordinated unsecured non-convertible debentures (“NCDs”) outstanding as on March 31, 2024

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	(₹ in crore)	Number of NCDs	(₹ in crore)
TCFSL Tier II Bond 'A' FY 2014-15	26-Sep-14	25-Sep-24	**1,000**	**100.00**	1,000	100.00
TCHFL Tier II Bond A FY 2014-15	26-Sep-14	26-Sep-24	**480**	**48.00**	480	48.00
TCFSL Tier II Bond 'B' FY 2014-15	07-Jan-15	07-Jan-25	**350**	**35.00**	350	35.00
TCFSL Tier II Bond 'C' FY 2014-15	30-Jan-15	30-Jan-25	**750**	**75.00**	750	75.00
TCFSL Tier II Bond 'D' FY 2014-15	31-Mar-15	31-Mar-25	**2,000**	**200.00**	2,000	200.00
TCHFL Tier-II Bond A FY 2015-16	28-Apr-15	28-Apr-25	**400**	**40.00**	400	40.00

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	(₹ in crore)	Number of NCDs	(₹ in crore)
TCFSL Tier II Bond 'A' FY 2015-16	22-Jul-15	22-Jul-25	**900**	**90.00**	900	90.00
TCHFL Tier II Bond B FY 2015-16	22-Jul-15	22-Jul-25	**350**	**35.00**	350	35.00
TCHFL Tier II Bond C FY 2015-16	16-Sep-15	16-Sep-25	**100**	**10.00**	100	10.00
TCHFL Tier II Bond D FY 2015-16	21-Sep-15	19-Sep-25	**150**	**15.00**	150	15.00
TCHFL Tier II Bond E FY 2015-16	04-Nov-15	04-Nov-25	**300**	**30.00**	300	30.00
TCHFL Tier II Bond F FY 2015-16	15-Dec-15	15-Dec-25	**250**	**25.00**	250	25.00
TCHFL Tier II Bond G FY 2015-16	17-Dec-15	17-Dec-25	**250**	**25.00**	250	25.00
TCHFL Tier II Bond H FY 2015-16	15-Mar-16	13-Mar-26	**200**	**20.00**	200	20.00
TCFSL Tier II Bond 'B' FY 2015-16	30-Mar-16	30-Mar-26	**2,000**	**200.00**	2,000	200.00
TCHFL Tier II Bond A FY 2016-17	04-Aug-16	04-Aug-26	**2,000**	**200.00**	2,000	200.00
TCFSL Tier-II Bond 'A' FY 2016-17	11-Aug-16	11-Aug-26	**2,000**	**200.00**	2,000	200.00
TCFSL Tier-II Bond 'B' FY 2016-17	26-Oct-16	26-Oct-26	**150**	**15.00**	150	15.00
TCFSL NCD Series III (2018)	27-Sep-18	27-Sep-28	**37,13,978**	**371.40**	37,13,978	371.40
TCFSL Tier-II Bond 'A' FY 2018-19	28-Dec-18	28-Dec-28	**2,000**	**200.00**	2,000	200.00
TCFSL Tier-II Bond "A" FY 2019-20	16-Apr-19	16-Apr-29	**200**	**20.00**	200	20.00
TCFSL Tier II NCD "A" FY 2019-20 Discount Reissuance 1	13-Jun-19	16-Apr-29	**650**	**65.00**	650	65.00
TCFSL Tier II NCD "A" FY 2019-20 Premium Reissuance 2	26-Jun-19	16-Apr-29	**1,000**	**100.00**	1,000	100.00
TCFSL Tier II NCD "A" FY 2019-20 Premium Reissuance 3	29-Jul-19	16-Apr-29	**295**	**29.50**	295	29.50
TCCL Tier II Bond 'A' FY 2019-20	10-May-19	10-May-29	**500**	**50.00**	500	50.00
TCCL Tier II Bond 'A' FY 2019-20 Reissuance no 1	29-May-19	10-May-29	**500**	**50.00**	500	50.00

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	(₹ in crore)	Number of NCDs	(₹ in crore)
TCCL Tier II Bond 'A' FY 2019-20 Reissuance no 2	27-Jun-19	10-May-29	**500**	**50.00**	500	50.00
SERIES IV TRANCHE II – CATEGORY I & II.	26-Aug-19	26-Aug-29	**46,500**	**4.65**	46,500	4.65
SERIES IV TRANCHE II – CATEGORY III & IV.	26-Aug-19	26-Aug-29	**17,26,973**	**172.70**	17,26,973	172.70
TCFSL Tier-II Bond "B" FY 2019-20	13-Nov-19	13-Nov-29	**1,000**	**100.00**	1,000	100.00
TCFSL Tier-II Bond "B" FY 2019-20 Premium Reissuance 1	03-Jan-20	13-Nov-29	**700**	**70.00**	700	70.00
TCCL Tier II Bond 'B' FY 2019-20	13-Nov-19	13-Nov-29	**500**	**50.00**	500	50.00
TCCL Tier II Bond 'B' FY 2019-20 Reissuance no 1	03-Feb-20	13-Nov-29	**1,000**	**100.00**	1,000	100.00
TCCL Tier II Bond 'B' FY 2019-20 Reissuance no 2	24-Feb-20	13-Nov-29	**500**	**50.00**	500	50.00
TCHFL Tier II Bond Series VI FY-2019-20	14-Jan-20	14-Jan-30	**7,80,402**	**78.04**	7,80,402	78.04
TCCL Tier II Bond 'A' FY 2020-21	28-Jul-20	26-Jul-30	**500**	**50.00**	500	50.00
TCCL Tier II Bond 'A' FY 2020-21 Premium Reiss no 1	14-Oct-20	26-Jul-30	**500**	**50.00**	500	50.00
TCCL Tier II Bond 'A' FY 2020-21 Premium Reiss no 2	17-Dec-20	26-Jul-30	**500**	**50.00**	500	50.00
TCFSL Tier-II Bond "A" FY 2020-21	17-Sep-20	17-Sep-30	**750**	**75.00**	750	75.00
TCFSL Tier-II Bond "A" FY 2020-21 Premium Reissuance 1	13-Oct-20	17-Sep-30	**1,250**	**125.00**	1,250	125.00
TCFSL Tier-II Bond "A" FY 2020-21 Discount Reissuance 2	23-Mar-21	17-Sep-30	**1,000**	**100.00**	1,000	100.00
TCHFL Tier II Bond A FY 2020-21	11-Jan-21	10-Jan-31	**500**	**50.00**	500	50.00
TCHFL Tier II Bond A FY-2021-22	19-Apr-21	18-Apr-31	**1,500**	**150.00**	1,500	150.00
TCFSL Tier-II Bond "A" FY 2021-22	28-Jun-21	27-Jun-31	**1,500**	**150.00**	1,500	150.00

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	(₹ in crore)	Number of NCDs	(₹ in crore)
TCFSL Tier-II Bond "B" FY 2021-22	24-Nov-21	24-Nov-31	**500**	**500.00**	500	500.00
TCHFL Tier II Bond B FY-2021-22	14-Mar-22	12-Mar-32	**25**	**25.00**	25	25.00
TCHFL Tier II Bond B FY-2021-22 - Reissue 1	28-Mar-22	12-Mar-32	**146**	**146.00**	146	146.00
TCHFL Tier II Bond A FY-2022-23	19-Aug-22	19-Aug-32	**129**	**129.00**	129	129.00
TCHFL Tier II Bond A Series FY 2022-23 Reissue No.1	15-Mar-24	19-Aug-32	**300**	**300.00**	-	-
TCFSL Tier-II Bond "A" FY 2023-24	27-Jul-23	27-Jul-33	**500**	**500.00**	-	-
TCFSL Tier-II Bond "A" FY 2023-24 Discount Reissuance 1	16-Nov-23	27-Jul-33	**500**	**500.00**	-	-
TCFSL Tier-II Bond "A" FY 2023-24 Discount Reissuance 2	22-Feb-24	27-Jul-33	**240**	**240.00**	-	-
TCFSL Tier-II Bond "A" FY 2023-24 Discount Reissuance 3	21-Mar-24	27-Jul-33	**260**	**260.00**	-	-
TCHFL Tier II Bond A FY-2013-14	15-Apr-13	15-Apr-23	**-**	**-**	250	25.00
TCHFL Tier II Bond B FY-2013-14	23-Apr-13	23-Apr-23	**-**	**-**	21	2.10
TCHFL Tier II Bond C FY 2013-14	20-May-13	19-May-23	**-**	**-**	10	1.00
TCHFL Tier II Bond D FY 2013-14	10-Jan-14	10-Jan-24	**-**	**-**	77	7.70
TCHFL Tier II Bond E FY 2013-14	18-Mar-14	18-Mar-24	**-**	**-**	4	0.40
Total				**6,324.29**		**4,560.49**
Add : Interest accrued but not due				**320.09**		187.17
Add : Unamortised premium				**3.14**		3.70
Less : Unamortised borrowing cost				**(14.67)**		(11.25)
Less : Unamortised discount				**(13.60)**		(1.09)
Total				**6,619.25**		**4,739.02**

Note: Coupon rate of above outstanding as on March 31, 2024 varies from 7.30% to 10.15% (as on March 31, 2023 from 7.30% to 10.15%).

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

17.5 Particulars of Perpetual unsecured non-convertible debentures ("NCDs") outstanding as on March 31, 2024

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	(₹ in crore)	Number of NCDs	(₹ in crore)
TCFSL Perpetual 'A' FY 2015-16	16-Jul-15	16-Jul-25	**1,000**	**100.00**	1,000	100.00
TCFSL Perpetual 'B' FY 2015-16	06-Jan-16	06-Jan-26	**500**	**50.00**	500	50.00
TCFSL Perpetual 'C' FY 2015-16	02-Feb-16	02-Feb-26	**500**	**50.00**	500	50.00
TCFSL Perpetual 'D' FY 2015-16	09-Feb-16	09-Feb-26	**1,000**	**100.00**	1,000	100.00
TCFSL Perpetual 'E' FY 2015-16	23-Mar-16	23-Mar-26	**1,000**	**100.00**	1,000	100.00
TCFSL Perpetual 'A' FY 2016-17	30-Jun-16	30-Jun-26	**500**	**50.00**	500	50.00
TCFSL Perpetual 'B' FY 2016-17	13-Jan-17	13-Jan-27	**100**	**10.00**	100	10.00
TCFSL Perpetual 'C' FY 2016-17	08-Mar-17	08-Mar-27	**400**	**40.00**	400	40.00
TCFSL Perpetual 'A' FY 2017-18	21-Jun-17	21-Jun-27	**500**	**50.00**	500	50.00
TCFSL Perpetual 'B' FY 2017-18	14-Jul-17	14-Jul-27	**500**	**50.00**	500	50.00
TCFSL Perpetual 'C' FY 2017-18	11-Sep-17	11-Sep-27	**930**	**93.00**	930	93.00
TCFSL Perpetual 'D' FY 2017-18	26-Mar-18	26-Mar-28	**1,250**	**125.00**	1,250	125.00
TCFSL Perpetual 'A' FY 2020-21	30-Sep-20	30-Sep-30	**1,000**	**100.00**	1,000	100.00
TCFSL Perpetual 'B' FY 2020-21	19-Oct-20	19-Oct-30	**750**	**75.00**	750	75.00
TCFSL Perpetual 'A' FY 2021-22	28-Feb-22	28-Feb-32	**100**	**100.00**	100	100.00
TCFSL Perpetual 'A' FY 2013-14	27-Mar-14	27-Mar-24	**-**	**-**	1,871	93.55
Total (A)				**1,093.00**		**1,186.55**
Add : Interest accrued on borrowing				**33.52**		33.65
Less : Unamortised borrowing cost				**(2.43)**		(3.17)
Total				**1,124.09**		**1,217.03**

Note: Coupon rate of above outstanding as on March 31, 2024 varies from 7.89% to 9.99% (March 31, 2023: 7.89% to 10.95%)

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

17.6 Particulars of Cumulative Redeemable Preference Shares outstanding as on March 31, 2024

(₹ in crore)

Particulars	Tranche	No of shares	Allotment Date	Redemption Date/ Actual Redemption Date	As at March 31, 2024	As at March 31, 2023
7.50% Cumulative Redeemable Preference Shares of ₹ 1,000 each	T	12,76,000	March 10, 2017	March 9, 2024	-	127.60
	U	6,04,500	July 7, 2017	July 6, 2024	**60.45**	60.45
	V	7,36,000	July 12, 2017	July 11, 2024	**73.60**	73.60
	W	6,69,500	July 26, 2017	July 25, 2024	**66.95**	66.95
7.33% Cumulative Redeemable Preference Shares of ₹ 1,000 each	X	7,50,000	July 28, 2017	July 27, 2024	**75.00**	75.00
	Y	6,59,500	August 4, 2017	August 3, 2024	**65.95**	66.72
7.15% Cumulative Redeemable Preference Shares of ₹ 1,000 each	Z	6,45,500	September 15, 2017	September 14, 2024	**64.55**	64.55
7.10% Cumulative Redeemable Preference Shares of ₹ 1,000 each	AA	5,83,700	September 29, 2017	September 28, 2024	**58.37**	58.37
	AB	2,81,000	April 20, 2018	April 19, 2025	**28.10**	28.10
	AC	1,54,550	May 10, 2018	May 9, 2025	**15.46**	15.46
	AD	2,97,000	June 15, 2018	June 14, 2025	**29.70**	29.70
7.75% Cumulative Redeemable Preference Shares of ₹ 1,000 each	AE	3,64,500	March 13, 2019	March 12, 2026	**36.45**	36.40
	AE	35,500	March 13, 2019	May 15, 2023	-	3.56

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Particulars	Tranche	No of shares	Allotment Date	Redemption Date/ Actual Redemption Date	As at March 31, 2024	As at March 31, 2023
7.50% Cumulative Redeemable Preference Shares of ₹ 1,000 each	AF	242,000	June 12, 2019	June 11, 2026	**24.20**	24.15
	AF	158,000	June 12, 2019	September 14, 2023	**-**	15.77
	AG	90,000	June 28, 2019	June 27, 2026	**9.00**	8.98
	AG	310,000	June 28, 2019	September 14, 2023	**-**	30.92
	AH	198,000	August 7, 2019	August 6, 2026	**19.80**	19.80
	AH	192,000	August 7, 2019	October 31, 2023	**-**	19.20
	AI	150,000	August 28, 2019	August 27, 2026	**15.00**	15.01
	AI	250,000	August 28, 2019	October 31, 2023	**-**	25.00
	AJ	276,200	August 30, 2019	August 29, 2026	**27.62**	27.62
	AJ	123,800	August 30, 2019	October 31, 2023	**-**	12.38
	AK	317,500	September 4, 2019	September 3, 2026	**31.75**	31.73
	AK	82,500	September 4, 2019	January 10, 2024	**-**	8.24
	AL	211,900	September 9, 2019	September 8, 2026	**21.19**	21.17
	AL	188,100	September 9, 2019	January 10, 2024	**-**	18.79
	AM	450,000	September 18, 2019	September 17, 2026	**45.00**	44.98
	AN	272,500	September 24, 2019	September 23, 2026	**27.25**	27.21
	AN	127,500	September 24, 2019	March 8, 2024	**-**	12.74
Total					**795.39**	**1,070.15**

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 18: Other financial liabilities

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
At Amortised cost		
Security deposits	**570.51**	496.48
Payable for capital expenditure	**67.65**	54.33
Advances from customers	**50.74**	45.53
Accrued employee benefit expense	**303.13**	198.70
Unclaimed matured debentures, unclaimed dividend on preference shares,and accrued interest thereon	**4.18**	2.08
Payable under letter of credit/buyers credit facility	**230.66**	224.85
Amounts payable - assigned loans	**1.98**	3.77
Book overdraft	**108.92**	926.89
Claimed amount under CGTMSE, ECLGS and other arrangements	**38.64**	32.69
Other financial liabilities	**1.61**	1.45
Total	**1,378.02**	**1,986.77**

Note 19: Provisions

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
At Amortised cost		
(a) Provision for employee benefits		
Gratuity (net)	**1.47**	-
Compensated absences	**36.09**	28.41
Long-term service award	**1.87**	1.66
Share based payments to employees	**0.86**	0.86
(b) Others		
Provision for off balance sheet exposure	**66.54**	68.53
Total	**106.83**	**99.46**

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 20: Other non-financial liabilities

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
At Amortised cost		
Statutory dues	**194.81**	123.55
Revenue received in advance	**1.15**	20.46
Margin money received under Letter of credit/Buyer's credit	**10.75**	9.82
Other payables	**58.22**	56.59
Total	**264.93**	**210.42**

Note 21: Equity share capital

(I) Share capital authorised, issued, subscribed and paid up

Particulars	As at March 31, 2024		As at March 31, 2023	
	No. of Shares	(₹ in crore)	No. of Shares	(₹ in crore)
Authorised:				
Equity Shares of ₹ 10 each	**7,75,00,00,000**	**7,750.00**	4,75,00,00,000	4,750.00
Preference shares of ₹ 1000 each	**3,25,00,000**	**3,250.00**	3,25,00,000	3,250.00
Preference shares of ₹ 10 each	**3,00,00,00,000**	**3,000.00**	**-**	**-**
	10,78,25,00,000	**14,000.00**	**4,78,25,00,000**	**8,000.00**
Issued, Subscribed & Paid up:				
Equity shares of ₹ 10 each fully paid	**3,74,64,07,148**	**3,746.41**	3,56,01,19,841	3,560.12
Less: Net shares issued to employees by ESOP trust	**(4,33,52,729)**	**(43.35)**	**(5,30,39,007)**	**(53.04)**
	3,70,30,54,419	**3,703.06**	**3,50,70,80,834**	**3,507.08**
Add/(Less): Loans to Employees (net)		**(0.01)**		(0.01)
Total	**3,70,30,54,419**	**3,703.05**	**3,50,70,80,834**	**3,507.07**

(II) Terms/rights attached to equity shares

The Holding Company has issued and allotted 6,13,81,377 & 5,32,57,371 Equity Shares of face value ₹ 10 each, at premium of ₹ 152.90 & ₹ 178.40 per share recpectively during the year ended March 31, 2024.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(III) Reconciliation of the shares outstanding at the beginning and at the end of the year

Particulars	As at March 31, 2024		As at March 31, 2023	
	No. of Shares	(₹ in crore)	No. of Shares	(₹ in crore)
At the beginning of the year	**3,50,70,80,834**	**3,507.07**	3,46,33,69,745	3,463.35
Issued during the year	**18,62,87,307**	**186.28**	4,39,52,097	43.95
Add: Subscription of right issue by ESOP trust	**(15,92,510)**	**(1.59)**	(6,63,088)	(0.66)
Add/(less): Net shares issued to employees by ESOP trust	**1,12,78,788**	**11.28**	4,22,080	0.42
Add/(Less): Loans to Employees (net)	**-**	**0.01**	**-**	0.01
Total	**3,70,30,54,419**	**3,703.05**	**3,50,70,80,834**	**3,507.07**

(IV) Equity shares in the Company held by the holding company

	As at March 31, 2024		As at March 31, 2023	
	No. of Shares	(₹ in crore)	No. of Shares	(₹ in crore)
Tata Sons Private Limited	**3,47,77,15,784**	**3,477.72**	3,36,86,83,388	3,368.68
Total	**3,47,77,15,784**	**3,477.72**	**3,36,86,83,388**	**3,368.68**

(V) Details of shareholders holding more than 5% shares in the company

Equity Shares	As at March 31, 2024		As at March 31, 2023	
	No. of Shares	% holding	No. of Shares	% holding
Tata Sons Private Limited	**3,47,77,15,784**	**92.83%**	3,36,86,83,388	94.62%

Rights, preferences and restrictions attached to shares

The Company has one class of equity shares having a par value of ₹.10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors, if any, is subject to the approval of the shareholders at the ensuing Annual General Meeting. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding.

(VI) Details of shares held by promoters

Name of Promoter	As at March 31, 2024		As at March 31, 2023		% change during the year
	No. of Shares	% holding	No. of Shares	% holding	
Tata Sons Private Limited	3,47,77,15,784	92.83%	3,36,86,83,388	94.62%	3.24%

(VII) Capital Management

The objective of the Group's Capital Management is to maximise shareholder value, safeguard business continuity and support the growth of its subsidiaries. The Group determines the capital requirement based on annual operating plans and long-term and other strategic investment plans. The funding requirements are met through loans and operating cash flows generated.

(VIII) Employee stock option scheme

The Company is required to present disclosures as required by Para 44, 45, 46, 47, 50, 51 and 52 of Ind AS 102. It is required to present scheme wise terms and conditions of the ESOP schemes, present for the employees of the Company.

A. Description of share based payments

Particulars	ESOP 2018	ESOP 2019	ESOP 2020	ESOP 2021
i. Vesting requirements	20% at the end of each 12 and 24 months and 30% at the end of each 36 and 48 months from the date of grant	20% at the end of each 12 and 24 months and 30% at the end of each 36 and 48 months from the date of grant	20% at the end of each 12 and 20 months and 30% at the end of each 32 and 44 months from the date of grant	20% at the end of each 12 and 24 months and 30% at the end of each 36 and 48 months from the date of grant
ii. Maximum term of option	7 years	7 years	7 years	7 years
iii. Method of settlement	Equity settled	Equity settled	Equity settled	Equity settled
iv. Modifications to share based payment plans	N.A.	N.A.	N.A.	N.A.
v. Any other details as disclosed in the audited Ind AS financial statements	N.A.	N.A.	N.A.	N.A.

Particulars	ESOP 2021 RSU	ESOP 2022	ESOP 2023	ESOP 2023 (Special Scheme)
i. Vesting requirements	100% at the end of 36 months from the date of grant	20% at the end of each 12 and 24 months and 30% at the end of each 36 and 48 months from the date of grant	20% at the end of each 12 and 24 months and 30% at the end of each 36 and 48 months from the date of grant	100% at the end of 36 months from the date of grant
ii. Maximum term of option	3 years	7 years	7 years	7 years
iii. Method of settlement	Equity settled	Equity settled	Equity settled	Equity settled
iv. Modifications to share based payment plans	N.A.	N.A.	N.A.	N.A.
v. Any other details as disclosed in the audited Ind AS financial statements	N.A.	N.A.	N.A.	N.A.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

B. Summary of share based payments

March 31, 2024

Particulars	ESOP 2018	ESOP 2019	ESOP 2020	ESOP 2021
Outstanding balance at the beginning of the period	**54,90,000.00**	**55,80,000.00**	**64,64,000.00**	**52,23,750.00**
Options granted	-	-	-	-
Options forfeited	**25,000.00**	**15,000.00**	**66,000.00**	**97,500.00**
Options exercised	**35,67,250.00**	**33,95,000.00**	**26,00,500.00**	**11,52,250.00**
Options expired	-	-	-	-
Options lapsed	-	-	-	-
Options outstanding at the end of the period	**18,97,750.00**	**21,70,000.00**	**37,97,500.00**	**39,74,000.00**
Options exercisable at the end of the period	**18,97,750.00**	**21,70,000.00**	**26,58,250.00**	**15,89,600.00**
For share options exercised:				
Weighted average exercise price at date of exercise (in ₹)				
Money realized by exercise of options (in ₹)				
For share options outstanding				
Range of exercise prices (in ₹)	**50.60**	**51.00**	**40.30**	**51.80**
Average remaining contractual life of options	**1.50**	**2.33**	**3.33**	**4.34**
Modification of plans	**N.A.**	**N.A.**	**N.A.**	**N.A.**
Incremental fair value on modification	**N.A.**	**N.A.**	**N.A.**	**N.A.**

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2024

Particulars	ESOP 2021 RSU	ESOP 2022	ESOP 2023	ESOP 2023 (Special Scheme)	Total
Outstanding balance at the beginning of the period	**22,55,092.91**	**50,90,730.00**	**-**	**-**	**3,01,03,572.91**
Options granted	**-**	**-**	**61,96,670.00**	**9,87,500.00**	**71,84,170.00**
Options forfeited	**64,662.16**	**1,22,552.00**	**1,66,360.00**	**-**	**5,57,074.16**
Options exercised	**-**	**5,66,188.00**	**-**	**-**	**1,12,81,188.00**
Options expired	**-**	**-**	**-**	**-**	**-**
Options lapsed	**-**	**-**	**-**	**-**	**-**
Options outstanding at the end of the period	**21,90,430.75**	**44,01,990.00**	**60,30,310.00**	**9,87,500.00**	**2,54,49,480.75**
Options exercisable at the end of the period	**-**	**8,80,398.00**	**-**	**-**	**91,95,998.00**
For share options exercised:					
Weighted average exercise price at date of exercise (in ₹)					**50.20**
Money realized by exercise of options (in ₹)					**56.63**
For share options outstanding					
Range of exercise prices (in ₹)	**51.80**	**85.00**	**151.15**	**151.15**	
Average remaining contractual life of options	**0.50**	**5.17**	**6.17**	**6.17**	
Modification of plans	**N.A.**	**N.A.**	**N.A.**	**N.A.**	
Incremental fair value on modification	**N.A.**	**N.A.**	**N.A.**	**N.A.**	

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

March 31, 2023

Particulars	ESOP 2018	ESOP 2019	ESOP 2020	ESOP 2021
Outstanding balance at the beginning of the period	**56,40,000.00**	**57,25,000.00**	**66,62,500.00**	**53,62,500.00**
Options granted	-	-	-	-
Options forfeited	-	22,500.00	49,500.00	1,31,250.00
Options exercised	1,50,000.00	1,22,500.00	1,49,000.00	7,500.00
Options expired	-	-	-	-
Options lapsed	-	-	-	-
Options outstanding at the end of the period	**54,90,000.00**	**55,80,000.00**	**64,64,000.00**	**52,23,750.00**
Options exercisable at the end of the period	54,90,000.00	39,06,000.00	25,85,600.00	10,44,750.00
For share options exercised:				
Weighted average exercise price at date of exercise (in ₹)				
Money realized by exercise of options (in ₹)				
For share options outstanding				
Range of exercise prices (in ₹)	50.60	51.00	40.30	51.80
Average remaining contractual life of options	2.50	3.34	4.34	5.34
Modification of plans	N.A.	N.A.	N.A.	N.A.
Incremental fair value on modification	N.A.	N.A.	N.A.	N.A.

March 31, 2023

Particulars	ESOP 2021 RSU	ESOP 2022	Total
Outstanding balance at the beginning of the period	**23,11,672.30**	**-**	**2,57,01,672.30**
Options granted	-	51,02,730.00	51,02,730.00
Options forfeited	56,579.39	12,000.00	2,71,829.39
Options exercised	-	-	4,29,000.00
Options expired	-	-	-
Options lapsed	-	-	-
Options outstanding at the end of the period	**22,55,092.91**	**50,90,730.00**	**3,01,03,572.91**
Options exercisable at the end of the period	-	-	1,30,26,350.00
For share options exercised:			
Weighted average exercise price at date of exercise (in ₹)			47.16
Money realized by exercise of options (in ₹)			2.02
For share options outstanding			
Range of exercise prices (in ₹)	51.80	85.00	
Average remaining contractual life of options	1.50	6.17	
Modification of plans	N.A.	N.A.	
Incremental fair value on modification	N.A.	N.A.	

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

C. Valuation of stock options

The fair value of services received in return for share options granted is based on the fair value of share options granted, measured using the Black & Scholes formula. The inputs used in measuring the fair values at grant date of the equity-settled share based payment plans were as follows :

Particulars	ESOP 2018	ESOP 2019	ESOP 2020	ESOP 2021	ESOP 2022
Share price (₹):	50.60	51.00	40.30	51.80	85.00
Exercise Price (₹):	50.60	51.00	40.30	51.80	85.00
Fair value of option (₹):	23.34	23.02	17.07	22.33	40.40
Valuation model used:	Black Scholes valuation	Black Scholes valuation	Black Scholes valuation	Black Scholes valuation	Black Scholes valuation
Expected Volatility:	0.38	0.41	0.42	0.41	0.43
Basis of determination of expected volatility:	Average historical volatility over 4.85 years of comparable companies	Average historical volatility over 4.85 years of comparable companies	Historical volatility of equity shares of comparable companies over the period ended December 15, 2020 based on the life of options	Historical volatility of equity shares of comparable companies over the period ended October 01, 2021 based on the life of options	Historical volatility of equity shares of comparable companies over the period ended May 31, 2022 based on the life of options
Contractual Option Life (years):	7	7	7	7	7
Expected dividends:	-	-	-	-	-
Risk free interest rate:	8.04%	6.28%	5.22%	5.87%	7.14%
Vesting Dates	20% vesting on September 30, 2019	20% vesting on August 01, 2020	20% vesting on December 14, 2021	20% vesting on September 30, 2022	20% vesting on May 31, 2023
	40% vesting on September 30, 2020	40% vesting on August 01, 2021	40% vesting on July 31, 2022	40% vesting on July 31, 2023	40% vesting on May 31, 2024
	70% vesting on September 30, 2021	70% vesting on August 01, 2022	70% vesting on July 31, 2023	70% vesting on July 31, 2024	70% vesting on May 31, 2025
	100% vesting on September 30, 2022	100% vesting on August 01, 2023	100% vesting on July 31, 2024	100% vesting on July 31, 2025	100% vesting on May 31, 2026
Valuation of incremental fair value on modification	N.A.	N.A.	N.A.	N.A.	N.A.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Particulars	ESOP 2023	ESOP 2023 Special Scheme
Share price (₹):	151.15	151.15
Exercise Price (₹):	151.15	151.15
Fair value of option (₹):	71.20	72.68
Valuation model used:	Black Scholes valuation	Black Scholes valuation
Expected Volatility:	0.43	0.43
Basis of determination of expected volatility:	Historical volatility of equity shares of comparable companies over the period ended May 31, 2023 based on the life of options	Historical volatility of equity shares of comparable companies over the period ended May 31, 2023 based on the life of options
Contractual Option Life (years):	7	7
Expected dividends:	-	-
Risk free interest rate:	7.06%	7.05%
Vesting Dates	20% vesting on May 31, 2024 40% vesting on May 31, 2025 70% vesting on May 31, 2026 100% vesting on May 31, 2027	100% vesting on May 31, 2026
Valuation of incremental fair value on modification	N.A.	N.A.

Note - Valuation of stock option granted in ESOP 2021 RSU scheme is not applicable since exercise price is ₹ Nil

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

D) Options granted and inputs used for measurement of fair value of options, for the key managerial employees and other senior employees

As at March 31, 2024

Name of Scheme	Mr. Rajiv Sabharwal		Mr. Rakesh Bhatia		Ms. Sarita Kamath	
	Granted	Exercised	Granted	Exercised	Granted	Exercised
ESPS 2009	-	-	1,00,302	1,00,302	-	-
ESPS 2011	-	-	-	-	3,000	3,000
ESOP 2011	-	-	80,000	53,334	-	-
PS 2013	-	-	10,813	10,813	323	323
ESPS 2013	-	-	-	-	-	-
ESOP 2013	-	-	-	-	30,000	30,000
ESOP 2016	-	-	-	-	10,000	10,000
ESOP 2017	-	-	-	-	10,000	10,000
ESOP 2018	16,00,000	-	-	-	1,00,000	1,00,000
ESOP 2019	16,00,000	-	-	-	1,00,000	1,00,000
ESOP 2020	17,60,000	-	2,00,000	1,40,000	1,10,000	77,000
ESOP 2021	12,00,000	-	2,25,000	90,000	1,12,500	45,000
ESOP 2021 RSU	5,17,297	-	96,993	-	48,497	-
ESOP 2022	9,90,100	-	1,65,820	33,164	82,910	16,582
ESOP 2023	6,31,990	-	1,00,000	-	50,000	-
ESOP 2023 Special Scheme	-	-	75,000	-	-	-
Total	**82,99,387**	**-**	**10,53,928**	**4,27,613**	**6,57,230**	**3,91,905**

As at March 31, 2023

Name of Scheme	Mr. Rajiv Sabharwal		Mr. Rakesh Bhatia		Ms. Sarita Kamath	
	Granted	Exercised	Granted	Exercised	Granted	Exercised
ESPS 2009	-	-	1,00,302	1,00,302	-	-
ESPS 2011	-	-	-	-	3,000	3,000
ESOP 2011	-	-	80,000	53,334	-	-
PS 2013	-	-	10,813	10,813	323	323
ESPS 2013	-	-	-	-	-	-
ESOP 2013	-	-	-	-	30,000	30,000
ESOP 2016	-	-	-	-	10,000	10,000
ESOP 2017	-	-	-	-	10,000	10,000
ESOP 2018	16,00,000	-	-	-	1,00,000	-
ESOP 2019	16,00,000	-	-	-	1,00,000	-
ESOP 2020	17,60,000	-	2,00,000	-	1,10,000	-
ESOP 2021	12,00,000	-	2,25,000	-	1,12,500	-
ESOP 2021 RSU	5,17,297	-	96,993	-	48,497	-
ESOP 2022	9,90,100	-	1,65,820	-	82,910	-
Total	**76,67,397**	**-**	**8,78,928**	**1,64,449**	**6,07,230**	**53,323**

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 22: Other Equity

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Securities premium	**5,046.86**	3,173.25
Capital reserve	**0.43**	0.43
Capital redemption reserve	**5.75**	5.75
Special reserve account	**3,112.94**	2,393.48
Retained earnings	**9,555.94**	5,956.68
General reserve	**343.40**	321.61
Employee stock option outstanding account	**56.51**	48.12
Foreign currency translation reserve	**146.73**	138.70
Other comprehensive income		
Remeasurement of defined benefit liability / asset	**(14.89)**	(12.84)
Fair value changes of financial instrument measured at fair value through other comprehensive income	**21.08**	8.11
Debt instruments through other comprehensive income	**(2.27)**	(15.70)
The effective portion of gains and loss on hedging instruments in a cash flow hedge reserve	**(14.17)**	46.22
Equity instruments through Other Comprehensive Income	**1,455.77**	1,697.33
Total	**19,714.08**	**13,761.14**

Nature and Purpose of Reserves as per Para 79 of Ind AS 1

1. **Securities premium:** The amount received in excess of face value of the equity shares is recognised in Securities Premium Account.
2. **Capital Reserve:** Reserve created on accounting of merger of subsidiaries.
3. **Capital Redemption Reserve:** This reserve has been created and held in books as per requirement of the Companies Act.
4. **Special reserve Account/ Statutory Reserve:** As prescribed by section 45-IC of the Reserve Bank of India Act, 1934, Section 29C of National Housing Bank Act 1987,and Section 36 (1) (viii) of the Income Tax Act,1961. No appropriation of any sum from the reserve fund shall be made by the Group except for the purpose as may be specified by RBI/NHB from time to time.
5. **Retained Earning:** Created out of accretion of profits.
6. **General reserve:** Created upon employees stock options that expired unexercised or upon forfeiture of options granted.
7. **Employee stock option outstanding account:** Created upon grant of options to employees.
8. **Foreign Currency Translation Reserve:** The reserve is created on account of translation of assets and liabilities of foreign subsidiaries.
9. **Remeasurement of defined benefit liability/asset:** It represents the cumulative gains/(losses) arising on remeasurement of post employment benefit obligation.
10. **Fair value gain on Financial Assets carried at FVTOCI:** The Company designated certain loans at FVTOCI where the purpose is to sell in the near future; this reserve represents the changes in the fair value of loans classified at fair value through other comprehensive income.
11. **Debt instruments through FVTOCI:** The Company has designated certain debt instruments at FVTOCI, hence this reserve represents the fair value gains/(losses) arising on these instruments.
12. **The effective portion of gains and loss on hedging instruments in a cash flow hedge reserve:** It represents the amortisation of premium on hedge instruments and cumulative gains/(losses) arising on revaluation of the hedged items and hedge instruments.
13. **Equity instruments through FVTOCI:** The Company has designated certain equity instruments at FVTOCI, hence this reserve represents the fair value gains/(losses) arising on these instruments.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 23: Interest income

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
On financial assets measured at:		
(i) Amortised cost		
Interest on loans and credit substitutes	**15,966.98**	11,648.21
Interest income from investments	**258.16**	168.72
Interest on deposits with bank	**36.68**	24.72
Other interest income	**11.43**	15.89
(ii) Fair value through other comprehensive income		
Interest on loans and credit substitutes	**73.08**	36.54
Interest on debentures	**14.39**	11.44
(iii) Fair value through profit and loss		
Interest on debentures	**5.75**	5.38
Total	**16,366.47**	**11,910.90**

Note 24: Fees and commission Income

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Loan servicing and other charges	**213.60**	145.71
Foreclosure charges	**90.53**	53.08
Fees on value added services and products	**521.69**	220.68
Advisory Fees	**118.63**	51.68
Other fee and commision income	**101.42**	98.43
Total	**1,045.88**	**569.58**

Note 25: Net gain / (loss) on fair value changes

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
(A) Net gain/(loss) on financial instruments classified at fair value through profit or loss		
(i) On trading portfolio		
- Investments	**242.97**	(88.21)
- Derivatives	**-**	-
- Others	**-**	-
(ii) On financial instruments designated at fair value through profit or loss	**-**	0.41
(B) Others	**247.06**	151.54
Total	**490.03**	**63.74**
(C) Fair value changes:		
- Realised	**282.63**	64.32
- Unrealised	**207.40**	(0.58)
Total	**490.03**	**63.74**

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 26: Other income

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Net gain on derecognition of property, plant and equipment	**16.31**	0.25
Interest on income tax refund	**2.79**	2.08
Other miscellaneous Income	**4.46**	6.31
Total	**23.56**	**8.64**

Note 27: Finance costs

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
At Amortised Cost		
Interest on borrowings other than debt securities	**4,812.95**	2,859.68
Interest on debt securities	**3,272.99**	2,551.32
Interest on subordinated liabilities	**620.21**	576.14
Interest cost of lease liabilities	**21.36**	12.05
Other interest expenses	**8.32**	37.09
Discounting Charges		
(i) On commercial paper	**737.28**	454.46
(ii) On debentures	**95.12**	109.90
Total	**9,568.23**	**6,600.64**

During the year ended March 31, 2024, the holding company has declared and paid, an interim dividend for the year ending March 31, 2024 on Cumulative Redeemable Preference Shares aggregating to ₹ 74.34 crore (For the year ending March 31, 2023 ₹ 80.30 crore).

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 28: Impairment on financial instruments

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
(I) Loans and credit substitutes		
(a) Impairment loss allowance on loans (Stage I & II)		
-At amortised cost	**(107.56)**	(92.38)
-At FVTOCI	**1.13**	0.41
	(106.43)	(91.97)
(b) Impairment loss allowance on loans (Stage III) - at amortised cost	**164.91**	325.20
Less : Delinquency Support	**(7.28)**	(15.21)
	157.63	309.99
(c) Write off - Loans and credit substitutes - at amortised cost	**503.84**	339.73
(II) Trade receivables - at amortised cost		
Write off - Trade receivables	**30.35**	-
Trade receivables	**6.77**	15.87
	37.12	15.87
(III) Provision on derivative current credit exposure - at FVTOCI	**0.10**	0.67
Total	**592.26**	**574.29**

Note 29: Employee benefits expenses

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Salaries, wages and bonus	**1,664.93**	1,157.96
Contribution to provident, superannuation and pension fund	**62.98**	46.99
Share based payments to employees	**34.17**	21.48
Staff welfare expenses	**73.75**	56.78
Expenses related to post-employment defined benefit plans	**14.26**	10.97
Total	**1,850.09**	**1,294.18**

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 30: Other expenses

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Advertisements and publicity	**166.92**	116.38
Brand Equity and Business Promotion	**50.43**	38.43
Corporate social responsibility expenses	**54.98**	36.04
Information Technology expenses	**303.02**	225.08
Insurance charges	**4.86**	6.43
Incentive / commission/ brokerage	**1.24**	(0.06)
Legal and professional fees	**151.06**	99.66
Loan processing fees	**73.41**	48.69
Printing and stationery	**11.66**	6.14
Reversal of provision against assets held for sale (Net)#	**(12.70)**	-
Net loss on derecognition of property, plant and equipment	**-**	3.46
Power and fuel	**18.59**	14.27
Repairs and maintenance	**7.32**	5.62
Rent, rates and taxes	**27.47**	8.74
Stamp charges	**67.15**	43.95
Service providers' charges	**394.90**	351.27
Training and recruitment	**14.17**	13.91
Telephone, telex and leased line	**10.02**	5.71
Travelling and conveyance	**66.32**	55.52
Other miscellaneous expenses	**75.79**	65.61
Total	**1,486.61**	**1,144.85**

Includes loss amounting to ₹ 18.60 crore on sale of asset held for sale

(a) Auditors' remuneration (excl. Taxes)

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
(i) Audit fees	**4.82**	4.17
(ii) Tax audit fees	**0.20**	0.22
(iii) Other Services*	**0.63**	0.43
Total	**5.65**	**4.82**

(Auditors' remuneration is part of Other expenses)
*Includes certification expenses and out of pocket expenses

(b) Corporate social responsibility expenses

(i) Gross amount required to be spent by the Group during the year was ₹ 54.98 crore (PY: ₹ 36.04 crore)

(ii) Amount spent during the year on:

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
(i) Construction/acquisition of any asset		
Paid	**11.55**	7.33
Yet to be paid	**-**	-
(ii) On purposes other than (i) above		
Paid	**43.43**	28.71
Yet to be paid	**-**	-

(iii) The amount of shortfall at the end of the year out of the amount required to be spent by the Group during the year: ₹ Nil.

(iv) The total of previous years' shortfall amounts: ₹ Nil

(v) The reason for above shortfalls by way of a note: Not Applicable

(vi) The nature of CSR activities undertaken by the Group: The CSR activities are undertaken as per Section 135 CSR Rules of the Companies Act 2013. The Group's mission is to improve the lives of the community, especially the socially and economically underprivileged communities, by making a long term, measurable and positive impact through projects in the areas of Education, Climate Action, Health and Skill Development.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 31: The financial statements of the following subsidiaries have been consolidated as per Ind AS 110 on Consolidated Financial Statements as on March 31, 2024:-

Sr No.	Name of the Subsidiary	Country of Incorporation	% Holding as at March 31, 2024	% Holding as at March 31, 2023
1	Tata Securities Limited	India	**100.00**	100.00
2	Tata Capital Housing Finance Limited	India	**100.00**	100.00
3	Tata Capital Financial Services Limited	India	**-**	100.00
4	Tata Capital Growth Fund I	India	**73.75**	73.75
5	Tata Cleantech Capital Limited	India	**-**	80.50
6	Tata Capital Pte. Limited	Singapore	**100.00**	100.00
7	Tata Capital Advisors Pte. Limited (Subsidiary of Tata Capital Pte. Limited)	Singapore	**100.00**	100.00
8	Tata Capital Plc[1] (Subsidiary of Tata Capital Pte. Limited)	United Kingdom	**100.00**	100.00
9	Tata Capital General Partners LLP (Subsidiary of Tata Capital Pte. Limited)	Singapore	**80.00**	80.00
10	Tata Capital Healthcare General Partners LLP (Subsidiary of Tata Capital Pte. Limited)	Singapore	**100.00**	100.00
11	Tata Capital Healthcare II General Partners LLP (Subsidiary of Tata Capital Pte. Limited)	Singapore	**100.00**	100.00
12	Tata Opportunities General Partners LLP (Subsidiary of Tata Capital Pte. Limited)	Singapore	**90.00**	90.00
13	Tata Capital Growth II General Partners LLP (Subsidiary of Tata Capital Pte. Limited)	Singapore	**80.00**	80.00
14	Tata Capital Special Situation Fund	India	**28.20**	28.20
15	Tata Capital Innovation Fund	India	**27.84**	27.84
16	Tata Capital Growth Fund II[2]	India	**35.94**	32.55
17	Tata Capital Healthcare Fund I	India	**32.17**	32.17
18	Tata Capital Healthcare Fund II[2]	India	**16.62**	16.07
19	TCL Employee Welfare Trust	India	**-**	-

1. Tata Capital Plc, registered in UK, has filed for liquidation on March 28th, 2023.
2. Consolidated based on beneficial interest held.
3. All the entities that are required to be consolidated as per IndAS 110 and IndAS 28 have been consolidated for the purpose of preparation of these financial statements.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 32: The Group has investments in the following associates, which are accounted under the Equity Method in accordance with the Ind AS 28 on Accounting for Investment in Associate in Consolidated Financial Statements as on March 31, 2024:

(₹ in crore)

Sr No	Name of Associates	As on	Country of Incorporation	Ownership Interest (%)	Original Cost of Investment	Share of post acquisition Reserves & Surplus	Impair-ment	Carrying Amount of Investments
	Equity Shares							
1	Tata AutoComp Systems Limited[1]	March 31, 2024	India	**-**	**-**	**-**	**-**	**-**
		March 31, 2023	India	-	-	434.56	-	-
2	Tata Technologies Limited[2]	March 31, 2024	India	**-**	**-**	**-**	**-**	**-**
		March 31, 2023	India	-	-	75.55	-	-
3	Tata Play Limited (formerly Tata Sky Limited)[3]	March 31, 2024	India	**-**	**-**	**(0.58)**	**-**	**-**
		March 31, 2023	India	0.72%	52.42	3.35	-	55.77
4	Tata Projects Limited[4]	March 31, 2024	India	**-**	**-**	**(4.67)**	**-**	**-**
		March 31, 2023	India	2.21%	54.78	(14.78)	-	40.00
5	Fincare Business Services Limited	March 31, 2024	India	**0.77%**	**7.34**	**1.04**	**-**	**8.38**
		March 31, 2023	India	0.76%	7.34	1.11	-	8.45
6	Fincare Small Finance Bank Limited	March 31, 2024	India	**0.09%**	**1.45**	**0.34**	**-**	**1.79**
		March 31, 2023	India	0.11%	1.45	(0.03)	-	1.42
7	TVS Supply Chain Solutions Limited[5]	March 31, 2024	India	**-**	**-**	**(1.67)**	**-**	**-**
		March 31, 2023	India	0.40%	9.82	(1.67)	-	8.15
8	Novalead Pharma Private Limited	March 31, 2024	India	**19.75%**	**23.35**	**(0.54)**	**(22.81)**	**-**
		March 31, 2023	India	19.75%	23.35	(0.54)	(13.32)	9.49
9	Tema India Limited[6]	March 31, 2024	India	**-**	**-**	**-**	**-**	**-**
		March 31, 2023	India	35.01%	42.01	3.08	-	45.09
10	Kapsons Industries Private Limited	March 31, 2024	India	**0.01%**	**0.01**	**-**	**(0.01)**	**-**
		March 31, 2023	India	0.01%	0.01	-	(0.01)	-
11	Vortex Engineering Private Limited	March 31, 2024	India	**18.50%**	**29.00**	**-**	**(23.34)**	**5.66**
		March 31, 2023	India	18.50%	29.00	-	(22.75)	6.25
12	Sea6 Energy Private Limited	March 31, 2024	India	**13.40%**	**20.60**	**(13.75)**	**-**	**6.85**
		March 31, 2023	India	13.40%	20.60	(9.86)	-	10.74
13	Alef Mobitech Solutions Private Limited	March 31, 2024	India	**25.70%**	**15.88**	**(4.95)**	**(10.93)**	**-**
		March 31, 2023	India	25.70%	15.88	(4.95)	(10.93)	-
14	Indusface Private Limited	March 31, 2024	India	**36.89%**	**35.00**	**(6.42)**	**-**	**28.58**
		March 31, 2023	India	36.91%	35.00	(5.91)	-	29.09
15	Linux Laboratories Private Limited	March 31, 2024	India	**3.90%**	**15.00**	**0.49**	**-**	**15.49**
		March 31, 2023	India	3.90%	15.00	0.04	-	15.04
16	Cnergyis Infotech India Pvt Ltd	March 31, 2024	India	**23.89%**	**57.09**	**(8.79)**	**-**	**48.30**
		March 31, 2023	India	35.82%	57.09	(6.96)	-	50.13
17	Atulaya Healthcare Private Limited	March 31, 2024	India	**0.01%**	**0.01**	**-**	**-**	**0.01**
		March 31, 2023	India	0.01%	0.01	-	-	0.01
18	Anderson Diagnostic Private Limited	March 31, 2024	India	**4.48%**	**15.00**	**(0.30)**		**14.70**
		March 31, 2023	India	4.48%	15.00	0.03		15.03

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Name of Associates	As on	Country of Incorporation	Ownership Interest (%)	Original Cost of Investment	Share of post acquisition Reserves & Surplus	Impair-ment	Carrying Amount of Investments
19	Auxilo Finserve Pvt Ltd	March 31, 2024	India	-	-	-	-	-
		March 31, 2023	India	-	-	-	-	-
20	Apex Kidney Care Private Limited	March 31, 2024	India	6.89%	15.50	0.03	-	15.53
		March 31, 2023	India	-	-	-	-	-
21	Finagg Technologies Pvt. Ltd	March 31, 2024	India	-	0.01	-	-	0.01
		March 31, 2023	India	-	-	-	-	-
	Subtotal	**March 31, 2024**			**235.24**	**(39.77)**	**(57.09)**	**145.30**
		March 31, 2023			**378.76**	**473.02**	**(47.01)**	**294.66**
	Preference Shares							
1	Lokmanaya Hospital Private Limited	March 31, 2024	India	-	24.64	-	-	24.64
		March 31, 2023	India	-	24.64	-	-	24.64
2	Kapsons Industries Private Limited	March 31, 2024	India	-	60.00	-	(60.00)	-
		March 31, 2023	India	-	60.00	-	(60.00)	-
3	Linux Laboratories Private Limited	March 31, 2024	India	-	50.00	-	-	50.00
		March 31, 2023	India	-	35.00	-	-	35.00
4	Alef Mobitech Solutions Private Limited	March 31, 2024	India	-	17.12	-	(17.12)	-
		March 31, 2023	India	-	17.12	-	(17.12)	-
5	Cnergyis Infotech India Pvt Ltd	March 31, 2024	India	-	20.91	-	-	20.91
		March 31, 2023	India	-	20.91	-	-	20.91
6	Atulaya Healthcare Private Limited	March 31, 2024	India	-	54.99	-	-	54.99
		March 31, 2023	India	-	54.99	-	-	54.99
7	DeepTek, Inc	March 31, 2024	USA	-	49.86	-	-	49.86
		March 31, 2023	USA	-	49.86	-	-	49.86
8	Anderson Diagnostic Private Limited	March 31, 2024	India	-	40.00	-	-	40.00
		March 31, 2023	India	-	40.00	-	-	40.00
9	Cellcure Cancer Centre Private Limited	March 31, 2024	India	-	75.00	-	-	75.00
		March 31, 2023	India	-	75.00	-	-	75.00
10	Tema India Limited[6]	March 31, 2024	India	-	-	-	-	-
		March 31, 2023	India	-	-	-	-	-
11	Auxilo Finserve Pvt Ltd	March 31, 2024	India	-	215.00	-	-	215.00
		March 31, 2023	India	-	-	-	-	-
12	Finagg Technologies Pvt. Ltd	March 31, 2024	India	-	20.00	-	-	20.00
		March 31, 2023	India	-	-	-	-	-
13	Apex Kidney Care Private Limited	March 31, 2024	India	-	50.00	-	-	50.00
		March 31, 2023	India	-	-	-	-	-
	Subtotal	**March 31, 2024**			**677.52**	**-**	**(77.12)**	**600.40**
		March 31, 2023			**377.52**	**-**	**(77.12)**	**300.40**
	Subtotal (i)	**March 31, 2024**			**912.76**	**(39.77)**	**(134.21)**	**745.71**
		March 31, 2023			**756.28**	**473.02**	**(124.13)**	**595.07**

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

The Group has investments in the following associate, which are accounted under the Fair valuation method in accordance with the Ind AS 109 Financial Instruments in Consolidated Financial Statements as on March 31, 2024:-

(₹ in crore)

Sr No	Name of Associates	As on	Country of Incorporation	Ownership Interest (%)	Original Cost of Investment	Share of post acquisition Reserves & Surplus	Impair-ment	Carrying Amount of Investments
1	Sakar Healthcare Limited	March 31, 2024	India	**10.62%**	**60.00**	**25.07**	**-**	**85.07**
		March 31, 2023	India	-	-	-	-	-
	Subtotal (ii)	**March 31, 2024**			**60.00**	**25.07**	**-**	**85.07**
		March 31, 2023			**-**	**-**	**-**	**-**
	Total = Sub-total (i)+Sub-total (ii)	**March 31, 2024**			**972.76**	**(14.70)**	**(134.21)**	**830.78**
		March 31, 2023			**756.28**	**473.02**	**(124.13)**	**595.07**

Notes:
Consolidated based on unaudited financial statements as at the year/relevant period during the year.
1. Tata AutoComp Systems Limited ceased to be an Associate company w.e.f. March 23, 2023
2. Tata Technologies Limited ceased to be an Associate company w.e.f. December 12, 2022
3. Tata Play Limited ceased to be an Associate company w.e.f. October 11, 2023
4. Tata Project Limited ceased to be an Associate company w.e.f. October 11, 2023
5. TVS Supply Chain Solutions Limited ceased to be an Associate company w.e.f. July 28, 2023
6. Tema India Limited ceased to be an Associate company w.e.f. May 22, 2023

Note 33: Additional information as required by Paragraph 2 of the General Instructions for Preparation of Consolidated Financial Statements to Schedule III to the Companies Act, 2013

(₹ in crore)

Name of the entity	As at 31 March 2024		As at 31 March 2023		For the year ended 31 March 2024		For the year ended 31 March 2023		For the year ended 31 March 2024		For the year ended 31 March 2023		For the year ended 31 March 2024		For the year ended 31 March 2023	
	Net assets, i.e., total assets minus total liabilities				Share in profit and loss				Share in other comprehensive income				Share in total comprehensive income			
	As % of consolidated net assets	Amount	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount	As % of consolidated profit or loss	Amount	As % of consolidated other comprehensive income	Amount	As % of consolidated other comprehensive income	Amount	As % of consolidated total comprehensive income	Amount	As % of consolidated total comprehensive income	Amount
Parent:																
Tata Capital Limited	**83.07**	**19,452.42**	85.02	14,741.91	**79.12**	**2,492.46**	76.63	2,321.15	**27.98**	**265.27**	106.01	1,849.30	**67.29**	**2,757.73**	87.36	4,170.45
Subsidiaries																
Indian																
Tata Capital Housing Finance Limited	**28.66**	**6,710.99**	28.05	4,864.04	**36.43**	**1,147.64**	27.11	820.86	**(0.64)**	**(6.09)**	0.35	6.02	**27.85**	**1,141.55**	17.32	826.88
Tata Securities Limited	**0.12**	**28.40**	0.07	12.19	**(0.44)**	**(13.81)**	(0.50)	(15.21)	**(0.01)**	**(0.05)**	0.01	0.14	**(0.34)**	**(13.86)**	(0.32)	(15.07)
Tata Capital Growth Fund I	**2.72**	**636.23**	2.09	362.37	**0.58**	**18.35**	2.39	72.37	**96.58**	**915.69**	15.04	262.45	**22.79**	**934.04**	7.01	334.82
Tata Capital Healthcare Fund I	**0.10**	**24.01**	0.19	33.66	**(0.31)**	**(9.64)**	(0.19)	(5.67)	**-**	**-**	-	-	**(0.24)**	**(9.64)**	(0.12)	(5.67)
Tata Capital Healthcare Fund II	**2.49**	**584.02**	1.64	285.17	**0.26**	**8.18**	(0.54)	(16.31)	**-**	**-**	-	-	**0.20**	**8.18**	(0.34)	(16.31)
Tata Capital Special Situation Fund	**-**	**0.11**	0.26	45.54	**(0.04)**	**(1.14)**	0.10	2.96	**-**	**-**	0.01	0.14	**(0.03)**	**(1.14)**	0.06	3.10
Tata Capital Innovation Fund	**0.05**	**10.61**	0.09	15.43	**(0.16)**	**(4.97)**	0.31	9.36	**0.02**	**0.15**	-	(0.07)	**(0.12)**	**(4.82)**	0.19	9.29
Tata Capital Growth Fund II	**3.10**	**725.28**	3.45	598.49	**6.48**	**204.18**	(4.11)	(124.48)	**-**	**-**	-	-	**4.98**	**204.18**	(2.61)	(124.48)
Tata Capital Employee Welfare Trust	**0.21**	**48.56**	0.11	19.26	**0.93**	**29.30**	0.07	1.98	**-**	**-**	-	-	**0.71**	**29.30**	0.04	1.98
Foreign																
Tata Capital Pte. Limited	**2.21**	**516.90**	3.19	552.49	**0.93**	**29.37**	2.05	62.07	**2.82**	**26.81**	2.24	39.16	**1.37**	**56.18**	2.12	101.23
Tata Capital Advisors Pte. Limited	**0.37**	**86.12**	0.58	101.43	**0.26**	**8.17**	0.50	15.00	**-**	**-**	-	-	**0.20**	**8.17**	0.31	15.00
Tata Capital General Partners LLP	**0.26**	**59.83**	0.26	45.26	**1.68**	**52.85**	0.58	17.42	**-**	**-**	-	-	**1.29**	**52.85**	0.36	17.42
Tata Capital Growth II General Partners LLP	**-**	**0.12**	-	0.37	**(0.01)**	**(0.26)**	-	0.02	**-**	**-**	-	-	**(0.01)**	**(0.26)**	-	0.02
Tata Capital Healthcare General Partners LLP	**-**	**0.17**	-	0.26	**-**	**(0.10)**	-	(0.03)	**-**	**-**	-	-	**-**	**(0.10)**	-	(0.03)
Tata Capital Healthcare II General Partners LLP	**-**	**0.31**	-	0.25	**-**	**0.06**	-	0.06	**-**	**-**	-	-	**-**	**0.06**	-	0.06
Tata Opportunities General Partners LLP	**-**	**(0.18)**	-	0.14	**(0.01)**	**(0.32)**	-	(0.01)	**-**	**-**	-	-	**(0.01)**	**(0.32)**	-	(0.01)
Tata Capital PLC	**0.05**	**10.67**	0.07	11.48	**-**	**-**	(0.01)	(0.22)	**-**	**-**	-	-	**-**	**-**	-	(0.22)

(₹ in crore)

Name of the entity	As at 31 March 2024		As at 31 March 2023		For the year ended 31 March 2024		For the year ended 31 March 2023		For the year ended 31 March 2024		For the year ended 31 March 2023		For the year ended 31 March 2024		For the year ended 31 March 2023	
	Net assets, i.e., total assets minus total liabilities				Share in profit and loss				Share in other comprehensive income				Share in total comprehensive income			
	As % of consolidated net assets	Amount	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount	As % of consolidated profit or loss	Amount	As % of consolidated other comprehensive income	Amount	As % of consolidated other comprehensive income	Amount	As % of consolidated total comprehensive income	Amount	As % of consolidated total comprehensive income	Amount
Non- Controlling Interests in all subsidiaries																
Indian																
Tata Capital Growth Fund I	**(0.57)**	**(133.63)**	(0.44)	(76.58)	**(0.12)**	**(3.86)**	(0.45)	(13.68)	**(20.28)**	**(192.29)**	(3.18)	(55.50)	**(4.79)**	**(196.15)**	(1.45)	(69.18)
Tata Capital Healthcare Fund I	**(0.06)**	**(12.95)**	(0.10)	(18.20)	**0.17**	**5.23**	0.10	3.11	**-**	**-**	-	-	**0.13**	**5.23**	0.07	3.11
Tata Capital Healthcare Fund II	**(2.08)**	**(486.94)**	(1.38)	(239.33)	**(0.13)**	**(4.01)**	0.54	16.29	**-**	**-**	-	-	**(0.10)**	**(4.01)**	0.34	16.29
Tata Capital Special Situation Fund	**-**	**(0.08)**	(0.19)	(32.70)	**0.03**	**0.82**	(0.07)	(2.12)	**-**	**-**	(0.01)	(0.10)	**0.02**	**0.82**	(0.05)	(2.22)
Tata Capital Innovation Fund	**(0.03)**	**(7.66)**	(0.06)	(11.13)	**0.11**	**3.59**	(0.22)	(6.75)	**(0.01)**	**(0.11)**	-	0.05	**0.08**	**3.48**	(0.14)	(6.70)
Tata Capital Growth Fund II	**(1.98)**	**(464.55)**	(2.33)	(403.68)	**(4.40)**	**(138.74)**	3.04	92.06	**-**	**-**	-	-	**(3.39)**	**(138.74)**	1.93	92.06
TCL Employee Welfare Trust	**(0.21)**	**(48.56)**	(0.11)	(19.26)	**(0.93)**	**(29.30)**	(0.07)	(1.99)	**-**	**-**	-	-	**(0.71)**	**(29.30)**	(0.04)	(1.99)
Foreign																
Tata Capital Pte. Limited	**(0.05)**	**(10.61)**	(0.05)	(7.93)	**(0.33)**	**(10.48)**	(0.12)	(3.49)	**-**	**-**	-	-	**(0.26)**	**(10.48)**	(0.07)	(3.49)
Associates (Investment as per the equity method)																
Indian																
Equity shares																
Tata Autocomp Systems Limited	**-**	**-**	-	-	**-**	**-**	5.59	169.20	**-**	**-**	(0.46)	(8.10)	**-**	**-**	3.37	161.10
Tata Play Limited (formerly Tata Sky Limited)	**-**	**-**	0.32	55.77	**(0.02)**	**(0.59)**	(0.05)	(1.38)	**-**	**-**	-	(0.02)	**(0.01)**	**(0.59)**	(0.03)	(1.40)
Tata Projects Limited	**-**	**-**	0.23	40.00	**(0.14)**	**(4.49)**	(0.75)	(22.78)	**0.02**	**0.17**	0.02	0.31	**(0.11)**	**(4.32)**	(0.47)	(22.47)
Fincare Business Services Limited	**0.04**	**8.38**	0.05	8.45	**-**	**(0.07)**	-	(0.03)	**-**	**-**	-	-	**-**	**(0.07)**	-	(0.03)
Fincare Small Finance Bank Limited	**0.01**	**1.79**	0.01	1.42	**0.01**	**0.21**	-	(0.02)	**(0.02)**	**(0.18)**	-	(0.06)	**-**	**0.03**	-	(0.08)
TVS Supply Chain Solutions Limited	**-**	**-**	0.05	8.15	**(0.01)**	**(0.38)**	-	0.15	**(0.02)**	**(0.21)**	-	(0.08)	**(0.01)**	**(0.59)**	-	0.07
Tata Technologies Limited	**-**	**-**	-	-	**-**	**-**	0.52	15.80	**-**	**-**	(0.04)	(0.70)	**-**	**-**	0.32	15.10
Novalead Pharma Private Limited	**-**	**-**	0.05	9.50	**-**	**-**	-	-	**-**	**-**	-	-	**-**	**-**	-	-
Tema India Limited	**-**	**-**	0.26	45.09	**-**	**-**	0.10	2.91	**-**	**-**	0.01	0.14	**-**	**-**	0.06	3.05
Kapsons Industries Private Limited	**-**	**-**	-	-	**-**	**-**	-	-	**-**	**-**	-	-	**-**	**-**	-	-
Vortex Engineering Private Limited	**0.02**	**5.67**	0.04	6.25	**-**	**-**	-	-	**-**	**-**	-	-	**-**	**-**	-	-
Sea6 Energy Private Limited	**0.03**	**6.85**	0.06	10.74	**(0.13)**	**(4.04)**	(0.22)	(6.54)	**-**	**0.04**	-	(0.07)	**(0.10)**	**(4.00)**	(0.14)	(6.61)
Alef Mobitech Solutions Private Limited	**-**	**-**	-	-	**-**	**-**	-	-	**-**	**-**	-	-	**-**	**-**	-	-
Indusface Private Limited (Equity)	**0.12**	**28.58**	0.17	29.09	**(0.02)**	**(0.51)**	(0.12)	(3.65)	**-**	**-**	-	-	**(0.01)**	**(0.51)**	(0.08)	(3.65)
Linux Laboratories Pvt Ltd	**0.07**	**15.49**	0.09	15.04	**0.01**	**0.45**	-	(0.03)	**-**	**-**	-	-	**0.01**	**0.45**	-	(0.03)

(₹ in crore)

Name of the entity	As at 31 March 2024		As at 31 March 2023		For the year ended 31 March 2024		For the year ended 31 March 2023		For the year ended 31 March 2024		For the year ended 31 March 2023		For the year ended 31 March 2024		For the year ended 31 March 2023	
	Net assets, i.e., total assets minus total liabilities				Share in profit and loss				Share in other comprehensive income				Share in total comprehensive income			
	As % of consolidated net assets	Amount	As % of consolidated net assets	Amount	As % of consolidated profit or loss	Amount	As % of consolidated profit or loss	Amount	As % of consolidated other comprehensive income	Amount	As % of consolidated other comprehensive income	Amount	As % of consolidated total comprehensive income	Amount	As % of consolidated total comprehensive income	Amount
Cnergyis Infotech India Pvt Ltd	**0.21**	**48.30**	0.29	50.13	**(0.06)**	**(1.83)**	(0.23)	(6.96)	-	-	-	-	**(0.04)**	**(1.83)**	(0.15)	(6.96)
Atulaya Healthcare Private Limited	-	**0.01**	-	0.01	-	-	-	-	-	-	-	-	-	-	-	-
Auxilo Finserve Pvt Ltd	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Apex Kidney Care Private Limited	**0.07**	**15.53**	-	-	-	**0.03**	-	-	-	-	-	-	-	**0.03**	-	-
Finagg Technologies Pvt.Ltd	-	**0.01**	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sakar Healthcare Limited	**0.36**	**85.07**	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Anderson Diagnostic Private Limited	**0.06**	**14.70**	0.09	15.03	**(0.01)**	**(0.35)**	-	0.03	-	-	-	-	**(0.01)**	**(0.35)**	-	0.03
Preference Shares																
Lokmanaya Hospital Private Limited	**0.11**	**24.64**	0.14	24.64	-	-	-	-	-	-	-	-	-	-	-	-
Tema India Limited	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Kapsons Industries Private Limited	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Alef Mobitech Soluations Private Limited	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Linux Laboratories Pvt Ltd	**0.21**	**50.00**	0.20	35.00	-	-	-	-	-	-	-	-	-	-	-	-
Cnergyis Infotech India Pvt Ltd	**0.09**	**20.91**	0.12	20.91	-	-	-	-	-	-	-	-	-	-	-	-
Atulaya Healthcare Private Limited	**0.23**	**54.99**	0.32	54.99	-	-	-	-	-	-	-	-	-	-	-	-
Deeptek Inc.	**0.21**	**49.86**	0.29	49.86	-	-	-	-	-	-	-	-	-	-	-	-
Anderson Diagnostic Private Limited	**0.17**	**40.00**	0.23	40.00	-	-	-	-	-	-	-	-	-	-	-	-
Auxilo Finserve Pvt Ltd	**0.92**	**215.00**	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Finagg Technologies Pvt.Ltd	**0.09**	**20.00**	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Apex Kidney Care Private Limited	**0.21**	**50.00**	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Cellcure Cancer Centre Private Limited	**0.32**	**75.00**	0.43	75.00	-	-	-	-	-	-	-	-	-	-	-	-
Eliminations	**(21.98)**	**(5,143.24)**	(23.85)	(4,136.14)	**(19.73)**	**(621.79)**	(11.99)	(362.25)	**(6.43)**	**(61.10)**	(20.00)	(348.52)	**(16.63)**	**(682.89)**	(14.85)	(710.77)
Total	**100.00**	**23,417.13**	**100.00**	**17,339.86**	**100.00**	**3,150.21**	**100.00**	**3,029.20**	**100.00**	**948.10**	**100.00**	**1,744.49**	**100.00**	**4,098.31**	**100.00**	**4,773.69**

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 34: Disclosure pursuant to Ind AS 112 "Disclosure of Interest in other entities": Material Associates

i. Summarised Statement of Profit and Loss

(₹ in crore)

Particulars	Tata AutoComp Systems Limited	
	FY 2023-24 (Unaudited)	FY 2022-23 (Unaudited)
Revenue	-	11,443.96
Profit/(loss) for the year	-	722.46
Other comprehensive income for the year	-	(12.95)
Total comprehensive income	-	709.51
Dividend received from associate	-	19.32

ii. Financial Information in respect of individually non-material associate

(₹ in crore)

Particulars	FY 2023-24	FY 2022-23
Aggregate carrying amount of investment in individually non-material associate	**830.78**	595.07
Aggregate amounts of the Group's share of		
Profit/(loss) for the year:	**(11.57)**	(22.50)
Other comprehensive income for the year	**(0.18)**	(0.48)
Total comprehensive income for the year	**(11.75)**	**(22.98)**

iii. Share in profit /(loss) of associates (net)

(₹ in crore)

Particulars	FY 2023-24	FY 2022-23
Non-material associate	**(11.57)**	(22.50)
Material associate	**-**	169.20
Total	**(11.57)**	**146.70**

iv. Share in other comprehensive income of associates (net)

(₹ in crore)

Particulars	FY 2023-24	FY 2022-23
Non-material associate	**(0.18)**	(0.48)
Material associate	**-**	(8.10)
Total	**(0.18)**	**(8.58)**

Note: Tata AutoComp Systems Limited ceased to be an Associate company w.e.f. March 23, 2023.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 35: Provisions and Contingent Liabilities :

(i) Movement in impairment provision during the year is as under:

(₹ in crore)

Particulars	For the Year ended	
	March 31, 2024	March 31, 2023
Opening Balance	**3,263.07**	**3,030.25**
Provision created during the year (net)	**57.35**	232.82
Closing Balance	**3,320.42**	**3,263.07**

(Includes Provision for off Balance Sheet exposure and Provision for letter of credit/buyer's credit facility ₹ 67.19 crore (As at March 31, 2023: ₹ 69.82 crore)

(ii) Movement in other provisions during the year is as under:

(₹ in crore)

Particulars	For the Year ended	
	March 31, 2024	March 31, 2023
Opening Balance	**32.22**	**27.64**
Provision created during the year (net)	**8.72**	4.58
Closing Balance	**40.94**	**32.22**

(iii) Claims not acknowledged by the Group relating to cases contested by the Group and which are not likely to be devolved on the Group relating to the following areas :

(₹. in lakh)

Particulars	As at March 31, 2024	As at March 31, 2023
Income Tax (Pending before Appellate Authorities)	**220.97**	158.26
VAT (Pending before Sales Tax Appellate Authorities)	**16.68**	18.35
Suits filed against the Group	**5.23**	6.27
Letter of credit	**221.47**	252.44
Letter of Comfort	**190.06**	232.58
Bank Guarantees*	**83.07**	131.11
Total	**737.48**	**799.01**

* Bank Guarantee includes guarantees issued to National Housing Bank on behalf of Tata Capital Housing Finance Limited ₹ 1,200 crore (As at March 31, 2023 : ₹ 1,200 crore) against which the amount liable by Tata Capital Housing Finance Limited is ₹ 81 crore as at March 31, 2024 (As at March 31, 2023 ₹ 129.54 crore). Pursuant to the terms of the Guarantee, the Company's liability on invocation is capped at the outstanding amount.

As at March 31, 2024, claims against the Company not acknowledged as debts in respect of income tax matters amounted to ₹ 220.97 crore. These claims against the Company are arising on account of multiple issues of disallowances on completion of assessment proceedings under the Income-tax Act, 1961, such as disallowance of expenditure incurred in relation to income not includible in total income u/s 14A of the Income Tax Act, 1961 and disallowance of interest expenditure on perpetual NCDs.These matters are pending before various appellate authorities and the Management expect that its position will likely be upheld on ultimate resolution and will not have a material adverse effect on the Company's financial position. Hence, the Company has not recognized these uncertain tax positions in its books.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

iv) Commitments :

(a) Commitment to co-invest with Omega TC Holdings Pte. Ltd ₹ Nil (as at March 31, 2023 : USD 14.90 Million (₹ 119.51 crore)

(b) Commitment in respect of uncalled capital investment in Partners' Capital in Pitango Venture Capital Fund amounting to ₹ Nil (as at March 31, 2023 : ₹ 3.60 crore).

(c) Undrawn Commitment given to Borrowers:

- Loan tenure - less than 1 Year: ₹ 5,807.54 crore (March 31, 2023: ₹ 5,142.40 crore)
- Loan tenure - More than 1 Year: ₹ 10,850.26 crore (March 31, 2023: ₹ 8,406.88 crore)

(e) Leases entered but not executed ₹ 1,259.50 crore (March 31, 2023: ₹ 975.14 crore)

(f) Estimated amount of contracts remaining to be executed on capital account and not provided for ₹ 33.77 crore (March 31, 2023: ₹ 57.32 crore).

Note 36: Employee benefit expenses

A. Defined contribution plans

1) Superannuation Fund

The Group makes contribution towards superannuation fund, a defined contribution retirement plan for qualifying employees. The Superannuation fund is administered by superannuation fund set up as Trust by the Group. The Group is liable to pay to the superannuation fund to the extent of the amount contributed. The Group recognizes such contribution as an expense in the year of contribution. The Group has recognised ₹ 1.70 crore (Year ended 31 March 2023 ₹ 1.67 crore) for Superannuation Fund contributions in the Statement of Profit and Loss.

B. Defined benefit plans

1) Provident Fund

The Group makes Provident Fund contributions, a defined contribution plan for qualifying employees. Under the Schemes, both employees and the Group make monthly contributions at a specified percentage of the covered employees' salary (currently 12% of employees' basic salary). The contributions are made to the provident fund set up as an irrevocable trust by the Group, except for one of its subsidiaries where contributions as specified under the law are paid to provident fund administered by the Regional Provident Fund Commisisoner.

The employer's contribution towards pension fund is paid by the Group to Regional Provident Fund office, as specified under the law.

The interest rate payable to the members of the trust shall not be lower than the statutory rate of interest declared by the Central Government under the Employees Provident Funds and Miscellaneous Provisions Act, 1952 and shortfall, if any, shall be made good by the Group. Hence the Group is liable for annual contributions and any deficiency in interest cost compared to interest computed based on the rate of interest declared by the Central Government. The total liability in respect of the interest shortfall of the Fund is determined on the basis of an actuarial valuation. The interest liability arising only to the extent of the aforesaid differential shortfalls is a defined benefit plan. There is no such shortfall as at March 31, 2024.

The Provident Fund contributions along with the interest shortfall if any are recognized as an expense in the year in which it is determined. The Group has recognised ₹ 58.37 crore (Year ended 31 March 2023 ₹ 43.09 crore) for Provident Fund contributions and ₹ Nil (Year ended 31 March 2023 ₹ Nil) for interest shortfalls in the Statement of Profit and Loss.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

2) Gratuity

The Group offers its employees defined benefit plans in the form of a gratuity scheme (a lump-sum amount). Benefits under the defined benefit plans are typically based on years of service and the employee's compensation (generally immediately before retirement). The gratuity scheme covers substantially all regular employees. Commitments are actuarially determined at year-end. These commitments are valued at the present value of the expected future payments, with consideration for calculated future salary increases, using a discount rate corresponding to the interest rate estimated by the actuary having regard to the interest rate on Government bonds with a remaining term that is almost equivalent to the average balance working period of employees. Actuarial valuation is done based on "Projected Unit Credit" method. Gains and losses of changed actuarial assumptions are recorded in the Other Comprehensive Income. The Company provides gratuity for employees in India as per payment of Gratuity Act, 1972.

The gratuity scheme for employees is as under:

Eligibility	Continuous service for 5 years (not applicable in case of death or disability while in service)
Benefit payable upon	Retirement, Withdrawal, Death/Diability
Benefit payable	For service less than 10 years: 15/26 X Salary X Service For service greater than 10 years: Salary X Service
Salary definition	Last drawn monthly basic salary + Dearness Allowance
Service definition	Number of years of service rounded to the nearest integer
Normal retirement age	60 years

There are no statutory minimum funding requirements for gratuity plans mandated in India. However, a Company can fund the benefits by way of a separate irrevocable Trust to take advantage of tax exemptions and also to ensure security of benefits.

The Tata Capital Limited Gratuity Scheme is funded by way of a separate irrevocable Trust and the Company is expected to make regular contributions to the Trust. The fund is managed internally by the Company and the assets are invested as per the pattern prescribed under Rule 67 of Income Tax Rules, 1962. The asset allocation of the Trust is set by Trustees from time to time, taking into account the membership profile, the liquidity requirements of the plan and risk appetite of the plan sponsor as per the investment norms. Each year asset-liability matching study is performed in which the consequences of the strategic investment policies are analysed in terms of risk and return profiles. Investment and Contribution policies are integrated within this study.

Through its defined benefit plans, the Group is exposed to a number of risks, the most significant of which are detailed below:

1. Interest rate risk: The defined benefit obligation calculated uses a discount rate based on government bonds. If bond yields fall, the defined benefit obligation will tend to increase.
2. Salary Inflation risk : Higher than expected increases in salary will increase the defined benefit obligation
3. Demographic risk : This is the risk of variability of results due to unsystematic nature of decrements that include mortality, withdrawal, disability and retirement. The effect of these decrements on the defined benefit obligation is not straight forward and depends upon the combination of salary increase, discount rate and vesting criteria. It is important not to overstate withdrawals because in the financial analysis the retirement benefit of a short career employee typically costs less per year as compared to a long service employee.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

4. Investment risk : For funded plans that rely on insurers for managing the assets, the value of assets certified by the insurer may not be the fair value of instruments backing the liability. In such cases, the present value of the assets is independent of the future discount rate. This can result in wide fluctuations in the net liability or the funded status if there are significant changes in the discount rate during the inter-valuation period.

5. Legislative risk : Legislative risk is the risk of increase in the plan liabilities or reduction in the plan assets due to change in the legislation/regulation. The government may amend the Payment of Gratuity Act, 1972, thus requiring the companies to pay higher benefits to the employees. This will directly affect the present value of the defined benefit obligation and the same will have to be recognized immediately in the year when any such amendment is effective.

Movement in net defined benefit (asset) liability

a) Reconciliation of balances of Defined Benefit Obligations

(₹ in crore)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Total Funded	Total Unfunded	Total Funded	Total Unfunded
Defined Obligations at the beginning of the year	**106.11**	**-**	86.81	-
Current service cost	**15.08**	**-**	11.68	-
Interest cost	**7.24**	**-**	5.43	-
a. Due to change in financial assumptions	**1.77**	**-**	0.97	-
b. Due to change in experience adjustments	**9.63**	**-**	7.76	-
Benefits paid directly by the Group	**(8.24)**	**-**	(6.54)	-
Defined Obligations at the end of the year	**131.59**	**-**	**106.11**	-

b) Reconciliation of balances of Fair Value of Plan Assets

(₹ in crore)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Total Funded	Total Unfunded	Total Funded	Total Unfunded
Fair Value at the beginning of the year	**107.72**	-	**96.14**	**-**
Expected return on plan assets	**8.68**	-	(3.92)	-
Employer contributions	**5.86**	-	8.75	-
Interest Income on Plan Assets	**7.86**	-	6.54	-
Change in Asset Ceiling	**-**	-	0.21	-
Fair Value of Plan Assets at the end of the year	**130.12**	**-**	**107.72**	-

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

c) Funded status

(₹ in crore)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Total Funded	Total Unfunded	Total Funded	Total Unfunded
Deficit of plan assets over obligations	-	-	-	-
Surplus of plan assets over obligations	**(1.47)**	-	1.61	-
Total	**(1.47)**	-	**1.61**	-

d) Categories of plan assets

(₹ in crore)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Total Funded	Total Unfunded	Total Funded	Total Unfunded
Corporate bonds	**0.28**	-	2.69	-
Government securities	**0.28**	-	0.29	-
Insurer managed funds - ULIP Product	**128.79**	-	104.33	-
Cash	**0.77**	-	0.41	-
Total	**130.12**	-	**107.72**	-

e) Amount recognised in Balance sheet

(₹ in crore)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Total Funded	Total Unfunded	Total Funded	Total Unfunded
Present value of the defined benefit obligation (Liability)	**131.59**	-	106.11	-
Fair value of plan assets	**130.12**	-	107.72	-
Net asset / (liability) recognised in the Balance Sheet	**(1.47)**	-	**1.61**	-

f) Amount recognised in Statement of Profit and Loss

(₹ in crore)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Total Funded	Total Unfunded	Total Funded	Total Unfunded
Current Service Cost	**15.08**	-	11.68	-
Interest Cost (net)	**(0.62)**	-	(1.11)	-
Total	**14.46**	-	**10.57**	-

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

g) Amount recognised in OCI

(₹ in crore)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Total Funded	Total Unfunded	Total Funded	Total Unfunded
a. Due to change in financial assumptions	**1.77**	**-**	0.97	-
b. Due to change in experience adjustments	**9.63**	**-**	7.76	-
c. (Return) on plan assets (excl. interest income)	**(8.68)**	**-**	3.92	-
d. Change in Asset Ceiling	**-**	**-**	(0.21)	-
Sub-total	**2.72**	**-**	**12.44**	**-**
Less: Attributable to non-controlling interest	**-**	**-**	-	-
Total	**2.72**	**-**	**12.44**	**-**
Total defined benefit cost recognized in P&L and OCI (f+g)	**17.18**	**-**	**23.01**	**-**

h) Expected cash flows for the following year

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Expected total benefit payments	**207.84**	169.11
Year 1	**14.11**	11.37
Year 2	**13.77**	12.06
Year 3	**19.39**	12.86
Year 4	**15.80**	17.64
Year 5	**18.99**	14.34
Next 5 years	**125.77**	100.83

i) Major Actuarial Assumptions

Particulars	As at March 31, 2024	As at March 31, 2023
Discount Rate (%)	**7.10%**	7.10%
Salary Escalation/ Inflation (%)	**Non CRE: 9.00%, CRE & J Grade: 6.50%**	Non CRE: 9.00%, CRE & J Grade: 6.50%
Expected Return on Plan assets (%)	**7.10%**	7.10%
Mortality Table	**Indian assured lives Mortality (2006-08) Ult.**	Indian assured lives Mortality (2006-08) Ult.
Withdrawal (rate of employee turnover)	**CRE and J Grade : 40%; Non CRE : Less than 5years : 25% More than 5 years : 10%**	CRE and J Grade : 40%; Non CRE : Less than 5years : 25% More than 5 years : 10%
Retirement Age	**60 years**	60 years
Weighted Average Duration	**6 years**	6 years
Guaranteed rate of return		
Estimate of amount of contribution in the immediate next year (₹ in crore)	**14.11**	11.37

The estimates for future salary increases, considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors.

The expected return on plan assets is based on market expectation, at the beginning of the period, for returns over the entire life of the related obligation.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

j) Sensitivity analysis

Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below:

(₹ in crore)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Increase	Decrease	Increase	Decrease
Discount rate (1% movement)	**(8.43)**	**9.51**	(6.69)	7.54
Future salary growth (1% movement)	**9.25**	**(8.36)**	7.35	(6.65)
Others (Withdrawal rate 5% movement)	**(8.53)**	**12.66**	(6.15)	9.05

k) Provision for leave encashment

(₹ in crore)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Non current	Current	Non current	Current
Liability for compensated absences	**24.51**	**7.98**	19.65	6.12

l) Experience adjustments

(₹ in crore)

Particulars	Defined benefit obligation	Plan assets	Surplus/ (deficit)	Experience adjustments on plan liabilities	Experience adjustments on plan assets
Funded					
2023-24	**131.59**	**130.12**	**(1.47)**	**(9.63)**	**8.68**
2022-23	106.11	107.72	1.61	(7.76)	(3.92)

m) Provision for long service award scheme

(₹ in crore)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Non current	Current	Non current	Current
Liability for long term service awards	**1.58**	**0.29**	1.25	0.41

Note: The actuarial valuation As at March 31, 2024 has been carried out on the basis of the membership data provided as at February 29, 2024.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 37: Disclosure under Ind AS 116: Leases

As a lessee the Group classified property leases as operating leases under Ind AS 116. These include office premises taken on lease. The leases typically run for a period of one to nine years. Leases include conditions such as non-cancellable period, notice period before terminating the lease or escalation of rent upon completion of part tenure of the lease in line with inflation in prices.

Information about leases for which the Group is a lessee is presented below.

(I) Right-of-use assets

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Opening balance	**193.93**	111.33
Additions during the year	**192.24**	130.10
Deletion during the year	**(6.53)**	(4.95)
Foreign currency translation	**-**	0.12
Depreciation charge for the year	**(68.05)**	(42.67)
Closing balance	**311.59**	**193.93**

(II) Movement of lease liabilities

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Opening balance	**205.38**	123.44
Additions during the year	**185.18**	116.19
Deletion during the year	**(7.77)**	(5.44)
Finance cost	**21.36**	12.05
Foreign currency translation	**-**	0.18
Payment of lease liabilities	**(77.62)**	(41.04)
Closing balance	**326.53**	**205.38**

(III) Future minimum lease payments under non-cancellable operating leases were payable as follows:

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Less than one month	**6.83**	5.66
Between one and three months	**12.90**	10.64
Between three months and one year	**52.53**	41.01
Between one and five years	**232.52**	131.94
More than five years	**110.86**	68.77
Total undiscounted lease liabilities	**415.64**	**258.02**

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(IV) Amounts recognized in the Statement of Profit and Loss

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Interest on lease liabilities	**(21.36)**	(12.05)
Depreciation of ROU lease asset	**(68.05)**	(42.67)
Gain/(loss) on termination of leases	**1.27**	0.35
Rent concession related to COVID-19	**-**	0.15

(V) Amounts recognised In statement of cash flows

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Total cash outflow for leases	**77.62**	41.04

Note:
1. The Group has considered entire lease term for the purpose of determination of Right of use assets and Lease liabilities.

38: Earnings per Share (EPS):

Particulars		FY 2023-24	FY 2022-23
Profit for the year attributable to Owners of the company	₹ in crore	**3,150.21**	3,029.20
Weighted average number of equity shares used in computing Basic / Diluted earnings per share	Nos	**3,67,64,72,629**	3,58,87,79,637
Face value of equity shares	₹	**10.00**	10 .00
Basic EPS / Diluted EPS	₹	**8.57**	8.44

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 39: Operating segments - Basis for segmentation

See accounting policy in 2(xviii)

A. Basis for segmentation

In accordance with Ind AS 108 on Segment Reporting, the Group has identified three business segments i.e. Financing Activity, Investment Activity and Others, and one Geographical Segment viz. India, as secondary segment. These divisions offer different products and services, and are managed separately based on the Group's management.

Reportable segments	Operations
Financing activity	Loans for retail and corporate borrowers. Products offered include asset financing, term loans (corporate and retail), channel financing, credit substitutes, investments linked to/arising out of lending business, bill and invoice discounting, Power project finance.
Investment activity	Corporate investments
Others	Advisory services, wealth management, distribution of financial products, private equity fund management and leasing.

a. Operating segment disclosures are consistent with the information reviewed by the chief operating decision maker (CODM). The basis of measurement of segment information is consistent with the basis of preparation of financial statements. The reconciling items are limited to items that are not allocated to reportable segments, as opposed to a difference in the basis of preparation of the information.

b. When two or more operating segments are aggregated into a single operating segment, the judgements made in applying the aggregation criteria are disclosed by the Group. This includes a brief description of the operating segments that have been aggregated in this way and the economic indicators that have been assessed in determining that the aggregated operating segments share similar economic characteristics.

In accordance with Ind AS 108, the Group has identified three business segments i.e. Financing Activity, Investment Activity, and Others and one Geographical Segment viz. India, as secondary segment.

(₹ in crore)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Segment Revenue		
a) Financing Activity	**17,100.53**	12,329.21
b) Investment Activity	**1,395.16**	1,426.04
c) Others	**447.62**	404.38
Total	**18,943.31**	**14,159.63**
Less : Inter Segment Revenue	**747.72**	524.22
Add : Interest on Income Tax Refund	**2.79**	2.08
Total Income	**18,198.38**	**13,637.49**
Segment Results		
a) Financing Activity	**3,926.84**	2,886.12
b) Investment Activity	**344.63**	646.65
c) Others	**132.13**	257.09
Total	**4,403.60**	**3,789.86**
Add: Share of profit of associates	**(11.57)**	146.70
Profit before taxation	**4,392.03**	**3,936.56**
Less : Provision for taxation	**(1,065.07)**	(990.79)
Profit after taxation	**3,326.96**	**2,945.77**

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Segment Assets		
a) Financing Activity	**1,69,748.16**	1,25,137.62
b) Investment Activity	**5,167.83**	9,420.94
c) Others	**899.02**	454.92
d) Unallocated	**878.97**	612.62
Total	**1,76,693.98**	**1,35,626.10**
Segment Liabilities		
a) Financing Activity	**1,49,929.44**	1,13,825.31
b) Investment Activity	**909.60**	2,870.11
c) Others	**683.49**	322.18
d) Unallocated	**589.34**	459.83
Total	**1,52,111.87**	**1,17,477.43**

(₹ in crore)

Particulars	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Capital Expenditure (Including Capital Work-In-Progress)		
a) Financing Activity	**257.92**	85.66
b) Investment Activity	**0.95**	0.38
c) Others	**439.06**	121.95
Total	**697.93**	**207.99**
Depreciation and Amortisation		
a) Financing Activity	**149.80**	92.11
b) Investment Activity	**1.16**	1.14
c) Others	**136.54**	132.77
Total	**287.50**	**226.02**

Geographical information:

(₹ in crore)

Particulars	Revenue by location of customers	
	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
a) India	**18,062.32**	13,552.22
b) Singapore	**136.06**	85.27
Total	**18,198.38**	**13,637.49**

(₹ in crore)

Particulars	Total assets by location of customers	
	As March 31, 2024	As March 31, 2023
a) India	**1,76,014.54**	1,34,943.25
b) Singapore	**679.44**	682.85
Total	**1,76,693.98**	**1,35,626.10**

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 40: Disclosure persuant to Ind AS 7 "Statement of Cash Flows"

Changes in Liabilities arising from financing activities

March 31, 2024

(₹ in crore)

Particulars	April 1, 2023	Cash Flows	Exchange Difference	Others*	March 31, 2024
Debt Securities	**51,375.58**	**8,792.90**	**-**	**335.20**	**60,503.68**
Borrowings (Other than debt securities)	**54,934.13**	**23,990.42**	**118.36**	**99.97**	**79,142.88**
Subordinated liabilities	**7,026.20**	**1,383.08**	**-**	**129.45**	**8,538.73**
Total	**1,13,335.91**	**34,166.40**	**118.36**	**564.62**	**1,48,185.29**

Note: *Includes the effect of amortisation of borrowing cost, interest accrued on borrowings, amortisation of premium/discount on CPs / NCDs.

March 31, 2023

(₹ in crore)

Particulars	April 1, 2022	Cash Flows	Exchange Difference	Others*	March 31, 2023
Debt Securities	40,691.40	10,316.89	-	367.29	51,375.58
Borrowings (Other than debt securities)	38,639.92	15,708.25	141.64	444.32	54,934.13
Subordinated liabilities	6,888.45	9.49	-	128.26	7,026.20
Total	**86,219.77**	**26,034.63**	**141.64**	**939.87**	**1,13,335.91**

Note: *Includes the effect of amortisation of borrowing cost, interest accrued on borrowings, amortisation of premium / discount on CPs / NCDs.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 41: Revenue from contracts with customers

a. Below table provides disaggregation of the Group's revenue from contracts with customers

(₹ in crore)

Particulars		For the year ended March 31, 2024	For the year ended March 31, 2023
i	Type of revenue		
	- Fee and commission income	**1,045.88**	569.58
	Total	**1,045.88**	569.58
ii.	Primary geographical market:		
	- Outside India	**112.22**	63.50
	- India	**933.66**	506.08
	Total revenue from contracts with customer	**1,045.88**	569.58
iii.	Timing of revenue recognition		
	- at a point in time upon rendering services	**1,030.82**	558.81
	- over period of time upon rendering services	**15.06**	10.77
	Total	**1,045.88**	569.58
iv.	Trade receivables towards contracts with customers		
	- Opening Balance	**71.13**	28.91
	- Closing Balance	**110.61**	71.13
v.	Impairment on trade receivables towards contracts with customers	**24.55**	15.88

The unbilled revenue of ₹ 51.77 crore as at March 31, 2024 (as at March 31, 2023 : ₹ 15.73 crore) has been considered as Contract assets, which are billable on completion of milestones specified in the contracts.

As on March 2024/2023, the Group doesn't have any unsatisified/partially satisified performance obligation.

b. Reconciliation between revenue as per IndAS 108 Segment Reporting and revenue as per IndAS 115 Revenue from contract with customers

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Revenue reported as per IndAS 108 Segment Reporting	**18,198.38**	13,637.49
Less:		
(a) Revenue reported as per IndAS 109-Financial Instruments	**(16,897.15)**	(11,980.94)
(b) Revenue reported as per IndAS 116-Leases	**(204.19)**	(270.18)
(c) Revenue reported as per IndAS 28-Investments in Associates and Joint Ventures	**(32.84)**	(814.57)
(d) Revenue reported as per IndAS 16-Property, Plant and Equipment	**(15.54)**	(0.16)
(e) Revenue reported as per IndAS 12-Income Taxes	**(2.78)**	(2.06)
Revenue reported as per IndAS 115 Revenue from contract with customers	**1,045.88**	**569.58**

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 42: Disclosure as required by Indian Accounting Standard (Ind AS) – 24 on "Related Party Disclosures" notified under the Companies (Indian Accounting Standard) Rules, 2015:

a) List of related parties and relationship:

Relationship with related party	Name of related party
Holding Company	Tata Sons Private Limited
Subsidiaries	Tata Capital Financial Services Limited (merged with Tata Capital Limited w.e.f. 01.01.2024) Tata Cleantech Capital Limited (merged with Tata Capital Limited w.e.f. 01.01.2024) Tata Capital Housing Finance Limited Tata Securities Limited Tata Capital Advisors Pte. Limited Tata Capital General Partners LLP Tata Capital Growth II General Partners LLP Tata Capital Healthcare General Partners LLP Tata Capital Healthcare II General Partners LLP Tata Capital Plc Tata Capital Pte. Limited Tata Opportunities General Partners LLP Tata Capital Growth Fund I Tata Capital Growth Fund II Tata Capital Healthcare Fund I Tata Capital Healthcare Fund II Tata Capital Innovations Fund Tata Capital Special Situation Fund
Associates	Fincare Business Services Limited Fincare Small Finance Bank Limited FinAGG Technologies Private Limited (w.e.f. 16.01.2024) Tata Autocomp Systems Limited (ceased to be Associate w.e.f 23.03.2023) Tata Projects Limited (ceased to be Associate w.e.f 28.04.2023) TEMA India Private Limited (ceased to be Associate w.e.f 02.06.2023) TVS Supply Chain Solutions Limited (ceased to be Associate w.e.f 28.07.2023) Tata Play Limited (ceased to be Associate w.e.f 21.12.2023) Tata Technologies Limited (ceased to be Associate w.e.f 01.01.2024) **Associates of Domestic Venture Capital Funds (Portfolio Investments)** Lokmanaya Hospital Private Limited Novalead Pharma Private Limited Vortex Engineering Private Limited Sea6 Energy Private Limited Alef Mobitech Solutions Private Limited Kapsons Industries Limited Indusface Private Limited Linux Laboratories Private Limited Atulaya Healthcare Private Limited Cnergyis Infotech India Private Limited Deeptek Inc, a Delaware Corporation Anderson Diagnostic Services Pvt. Ltd. (w.e.f. 08.06.2022) Cellcure Cancer Centre Private Limited (w.e.f. 27.01.2023)

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Relationship with related party	Name of related party
	Auxilo Finserve Pvt Ltd (w.e.f. 19.07.2023) Sakar Healthcare Ltd (w.e.f. 29.08.2023) Apex Kidney Care Pvt Ltd (w.e.f. 25.10.2023)
Post Employment Benefit Plan	Tata Capital Limited Gratuity Scheme Tata Capital Limited Employees Provident Fund Tata Capital Limited Superannuation Scheme TCL Employee Welfare Trust
Key Management Personnel	Mr. Rajiv Sabharwal - Managing Director & CEO Mr. F. N. Subedar - Non-Executive Director Mr. Saurabh Agrawal - Non-Executive Director Ms. Aarthi Subramanian - Non-Executive Director Ms. Varsha Purandare - Independent Director Mr. V S Radhakrishnan - Independent Director (appointed w.e.f 23.03.2023) Mr. Mathew Cyriac - Independent Director (appointed w.e.f 23.03.2023 and resigned w.e.f 07.05.2024) Mr. Sujit Kumar Varma - Independent Director (appointed w.e.f 01.01.2024) Mr. Nagaraj Ijari - Independent Director (appointed w.e.f 01.04.2024) Ms. Malvika Sinha - Independent Director (resigned w.e.f. 01.04.2024) Mr. Rakesh Bhatia - Chief Financial Officer Ms. Sarita Kamath - Company Secretary
Subsidiaries, Associates, Joint Venture & Retiral Plans of ultimate holding company and its Subsidiaries & Associates (with which the company had transactions)	Tata Projects Limited Tata Play Limited Tata Technologies Limited AIX Connect Private Limited Infiniti Retail Limited Tata Advanced Systems Limited Tata AIG General Insurance Company Limited Tata Asset Management Private Limited Tata Autocomp Systems Limited Tata Business Hub Limited Tata Consultancy Services Limited Tata Digital Private Limited Tata Electronics Private Limited Tejas Networks Limited Tata Elxsi Limited Tata International Limited Tata Medical and Diagnostics Limited Tata Realty and Infrastructure Limited Tata Teleservices (Maharashtra) Limited Tata Teleservices Limited Tata Toyo Radiator Limited Innovative Retail Concepts Private Limited Tata 1mg Technologies Private Limited Air India Limited Agratas Energy Storage Solutions Private Limited (w.e.f. 23.03.2023) Tata Unistore Limited (w.e.f. 09.12.2022) Tata Communications Limited Niskalp Infrastructure Services Limited

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Relationship with related party	Name of related party
	Stryder Cycle Private Limited Tata Chemicals Limited Tata Consumer Products Limited Tata Motors Limited Tata Steel Limited Tata Steel Long Products Limited (Merged with Tata Steel Limited w.e.f. 15.11.2023) The Associated Building Company Limited The Indian Hotels Company Limited The Tata Power Company Limited Titan Company Limited Trent Limited Voltas Limited Tata AIA Life Insurance Company Limited Tata Industries Limited Tata ClassEdge Limited Maithon Power Limited Nelco Limited Tata Power Delhi Distribution Limited Tata Power Solar Systems Limited TP Ajmer Distribution Limited TP Central Odisha Distribution Limited TP Northern Odisha Distribution Limited TP Renewable Microgrid Limited TP Southern Odisha Distribution Limited TP Western Odisha Distribution Limited Tata Power Renewable Energy Limited Tata Power EV Charging Solutions Limited (Formerly Known as TP Solapur Limited) Walwhan Renewable Energy Limited TMF Business Services Limited (Name changed from Tata Motors Finance Limited w.e.f. August 7, 2023) Tata Motors Finance Solutions Limited Tata Motors Passenger Vehicles Limited Tata Passenger Electric Mobility Limited TML Business Services Limited Jaguar Land Rover Automotive plc Tata Pension Management Limited Indian Steel & Wire Products Ltd. Tata Metaliks Ltd. (Merged with Tata Steel Limited w.e.f. 01.02.2024) Tata Steel Downstream Products Limited Tata Steel Utilities and Infrastructure Services Limited Ideal Ice & Cold Storage Company Limited Piem Hotels Limited United Hotels Limited Roots Corporation Limited Fiora Hypermarket Limited TACO Air International TTR Thermal Systems Private Limited

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Relationship with related party	Name of related party
	Tata Boeing Aerospace Limited Tata Lockheed Martin Aerostructures Limited Tata Sikorsky Aerospace Limited Tata Precision Industries (India) Limited Industrial Minerals and Chemicals Company Private Limited (Ceased w.e.f. 04.01.2023) Air India SATS Airport Services Private Ltd. Supermarket Grocery Supplies Private Limited NourishCo Beverages Ltd. Tata Motors Body Solutions Limited Tata Consulting Engineers Limited Tata Investment Corporation Limited Emerald Haven Realty Limited Silly Point Productions LLP CMS IT Services Private Limited Logicserve Digital Private Limited (Ceased w.e.f. 28.11.2023) Procam International Private Limited (Ceased w.e.f. 15.01.2024) Rallis India Limited TPL - IAV VOZ CPRR Joint Venture Tata Coffee Staff Provident Fund Trust (Ceased w.e.f. 28.02.2024) Rallis India Limited Provident Fund Tata Steel Ltd Provident Fund Tata Chemicals Ltd Provident Fund Tata Power Consolidated Provident Fund Tata Tea Limited Staff Pension Fund Tata Steel Long product Limited employees providend fund trust Titan Industries Gratuity Fund Taj Residency Employees Provident fund Trust (Bangalore unit) The Tinplate Company of India Ltd. Gratuity Fund The Tinplate Company Executive Staff Superannuation Fund The Provident Fund of The Tinplate Company of India Ltd Titan Watches Provident Fund Voltas Managerial Staff Provident Fund Tata Communications Employee's Provident Fund Trust Tata Elxsi (India) Ltd. Employees Provident Fund Tata Sons Consolidated Provident Fund Tata Sons Consolidated Superannuation Fund Tata Sons Limited H.O. Employees' Gratuity Fund Tata International Limited Gratuity Fund Tata Metaliks Ltd Employees Provident fund The Indian Hotels Company Limited Employees Provident Fund Voltas Limited Employees' Superannuation Scheme Voltas Limited Provident Fund Tata Industries Superannuation Fund Trust TCE Employees' Providend Fund Tata Investment Corporation Limited- Provident Fund Tata Motors Limited Gratuity Fund

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

b) Transactions with related parties

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
1	**Tata Sons Private Limited**	**Income**		
		Interest Income on Finance Lease	-	0.04
		Operating Lease rental	-	0.71
		Foreclosure Charges	-	1.31
		Expenses		
		BEBP expenses	**50.45**	38.43
		Dividend paid on equity shares	**70.74**	53.19
		Professional Fees	**0.12**	0.28
		Training expenses	**0.08**	0.10
		Advertising expenses	**0.36**	-
		Other transactions		
		Sale of fixed assets	-	5.97
		Finance Lease Facility repayment received during the year	-	0.71
		Equity shares issued (including Securities Premium)	**1,905.28**	565.09
		Proceeds from Divestment of investments	**909.88**	900.00
		Recovery of Stamp duty expenses	**0.10**	0.11
		Assets		
		Other Receivables	**0.10**	0.11
		Liabilities		
		Other Payables	**50.24**	38.43
		Equity shares held	**3,477.72**	3,368.68
2	**Fincare Business Services Limited**	**Income**		
		Interest Income on Loan	**3.50**	2.45
		Syndication Fees	**0.25**	-
		Other transactions		
		Loan given during the year	**465.00**	-
		Loan repayment received during the year	-	20.23
		Assets		
		Loan balance receivables	**468.50**	-
		Investment in Equity Shares	**8.38**	8.45
		Commitments		
		Off balance sheet exposure	**35.00**	-
3	**Fincare Small Finance Bank Limited**	**Income**		
		Interest Income on Loan	**8.00**	4.09
		Management Fees	**1.71**	-
		Other transactions		
		Loan given during the year	**60.00**	-
		Assets		
		Loan balance receivables	**96.45**	36.29
		Investment in Equity Shares	**1.79**	1.42
4	**Cnergyis Infotech India Private Limited**	**Assets**		
		Investment in Equity Shares	**48.30**	50.13
		Investment in Preference Shares	**20.91**	20.91

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
5	**Deeptek Inc, a Delaware Corporation**	**Assets**		
		Investment in Preference Shares	**49.86**	49.86
6	**Indusface Private Limited**	**Expenses**		
		Information Technology expenses	**0.24**	0.15
		Professional Fees	**0.03**	0.01
		Assets		
		Investment in Equity shares	**28.58**	29.09
		Liabilities		
		Other Payables	**0.10**	0.05
7	**Kapsons Industries Private Limited**	**Assets**		
		Investment in Equity shares	**0.01**	0.01
		Investment in Preference Shares	**60.00**	60.00
		Provision for Diminution in value of Investment in Venture Capital units	**(60.01)**	(60.01)
8	**Vortex Engineering Pvt Ltd**	**Assets**		
		Investment in Equity shares	**29.00**	29.00
		Provision for Diminution in value of Investment in Venture Capital units	**(23.34)**	(22.75)
9	**Alef Mobitech Solutions Private Limited**	**Assets**		
		Investment in Equity shares	**10.93**	10.93
		Investment in Preference Shares	**17.12**	17.12
		Provision for Diminution in value of Investment in Venture Capital units	**(28.04)**	(28.04)
10	**Sea6 Energy Private Limited**	**Assets**		
		Investment in Equity shares	**6.85**	10.74
11	**Novalead Pharma Private Limited**	**Assets**		
		Investment in Equity shares	**22.82**	22.82
		Provision for Diminution in value of Investment in Venture Capital units	**(22.82)**	(13.32)
12	**Lokmanaya Hospital Private Limited**	**Assets**		
		Investment in Preference Shares	**24.64**	24.64
13	**Linux Laboratories Private Limited**	**Assets**		
		Investment in Equity shares	**15.49**	15.04
		Investment in Preference Shares	**50.00**	35.00
14	**Atulaya Healthcare Pvt. Ltd.**	**Other transactions**		
		Investment in Preference Shares during the year	**-**	15.00
		Assets		
		Investment in Equity shares	**0.01**	0.01
		Investment in Preference Shares	**54.99**	54.99

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
15	Anderson Diagnostic Services Private Limited (w.e.f. 08.06.2022)	**Other transactions**		
		Investment in Preference Shares during the year	-	40.00
		Assets		
		Investment in Equity shares	14.69	15.03
		Investment in Preference Shares	40.00	40.00
16	Cellcure Cancer Centre Private Limited (w.e.f. 27.01.2023)	**Other transactions**		
		Investment in Preference Shares during the year	-	75.00
		Assets		
		Investment in Preference Shares	75.00	75.00
17	Sakar Healthcare Limited (w.e.f. 29.08.2023)	**Assets**		
		Investment in Equity shares	85.07	-
18	Apex Kidney Care Private Limited (w.e.f. 25.10.2023)	**Assets**		
		Investment in Equity shares	15.53	-
		Investment in Preference Shares	50.00	-
19	Auxilo Finserve Pvt Ltd (w.e.f. 19.07.2023)	**Income**		
		Interest Income on Loan	1.49	-
		Other transactions		
		Loan given during the year	25.00	-
		Loan repayment received during the year	41.88	-
		Assets		
		*Investment in Equity shares	-	-
		Investment in Preference Shares	215.00	-
20	FinAGG Technologies Private Limited (w.e.f. 16.01.2024)	**Expenses**		
		Commission expenses	0.11	-
		Professional Fees	0.03	-
		Other transactions		
		Investment in Compulsorily Convertible Preference Shares during year	20.00	-
		Investment in Equity during the year	0.01	-
		Assets		
		Other Receivables	0.01	-
		Investment in Equity shares	0.01	-
		Investment in Compulsorily Convertible Preference Shares	20.00	-

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
21	TVS Supply Chain Solutions Limited (ceased w.e.f. 28.07.2023)	**Income**		
		Income on Invoice Discounting	**0.08**	0.28
		Other transactions		
		Invoice discounted during the year	**12.89**	56.35
		Invoice discounted repayment received during the year	**12.28**	59.32
		Assets		
		Invoice Discounted receivable	**-**	2.13
		Investment in Equity Shares	**-**	8.15
		Commitments		
		Off balance sheet exposure	**-**	7.77
22	Tema India Limited (Ceased w.e.f. 02.06.2023)	**Income**		
		Interest Income on Loan	**0.01**	0.06
		Dividend Income	**-**	0.24
		Other transactions		
		Loan repayment received during the year	**0.05**	0.16
		Assets		
		Loan balance receivables	**-**	0.40
		Investment in Equity shares	**-**	45.09
23	Tata Capital Limited Gratuity Scheme	**Expenses**		
		Contribution to Gratuity fund	**4.14**	8.65
		Liabilities		
		Provision for Trust's exposure to investment in IL & FS	**1.40**	1.40
24	Tata Capital Limited Employees Provident Fund	**Expenses**		
		Contribution to Provident Fund	**39.23**	27.77
		Other transactions		
		Employees Contribution to Provident Fund	**62.99**	44.10
		Interest paid on Non Convertible Debentures	**0.05**	0.05
		Paid towards redemption of Non Convertible Debentures	**0.50**	-
		Liabilities		
		Other Payables	**7.16**	5.18
		Provision for Trust's exposure to investment in IL & FS	**2.85**	2.85
		Payable towards Non Convertible Debentures	**-**	0.50
25	Tata Capital Limited Superannuation Scheme	**Expenses**		
		Contribution to Superannuation fund	**1.70**	1.70
		Liabilities		
		Other Payables	**0.08**	0.07

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
26	Tata Projects Limited	**Income**		
		Interest Income on Finance Lease	**19.77**	20.32
		Operating Lease rental	**85.90**	40.18
		Interest Income on Loan	**5.68**	30.95
		Foreclosure Charges	**-**	0.01
		Other transactions		
		Sale of fixed assets	**3.92**	12.30
		Purchase of Fixed Assets	**-**	57.12
		Finance Lease Facility provided during the year	**77.35**	119.11
		Finance Lease Facility repayment received during the year	**109.18**	38.44
		Loan repayment received during the year	**412.00**	-
		Security deposit received during the year	**7.49**	0.27
		Security deposit repaid / adjusted during the year	**0.50**	0.27
		Assets		
		Finance Lease Facility receivable	**115.99**	355.77
		Loan balance receivables	**-**	425.56
		Other Receivables	**17.70**	4.17
		Investment in equity shares	**-**	40.00
		Liabilities		
		Security deposit payable	**14.77**	7.78
		Commitments		
		Off balance sheet exposure	**26.19**	370.87
27	Tata Play Limited (ceased w.e.f 21.12.2023)	**Assets**		
		Investment in equity shares	**-**	55.77
28	Tata Technologies Limited	**Income**		
		*Interest Income on Finance Lease	**-**	-
		Expenses		
		Information Technology expenses	**5.27**	4.37
		Other transactions		
		*Finance Lease Facility repayment received during the year	**-**	-
		Proceeds from Divestment of investments	**-**	79.48
		Assets		
		Investment in equity shares	**635.82**	362.20
		Liabilities		
		Other Payables	**0.89**	1.03

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
29	AIX Connect Private Limited	**Income**		
		Interest Income on Loan	**22.76**	44.55
		Other transactions		
		Loan given during the year	**-**	370.00
		Loan repayment received during the year	**369.95**	460.05
		Assets		
		Loan balance receivables	**-**	372.69
30	Infiniti Retail Limited	**Income**		
		Interest Income on Finance Lease	**0.65**	0.74
		Expenses		
		Commission expenses	**0.37**	0.74
		Staff Welfare expenses	**-**	0.04
		Other transactions		
		Finance Lease Facility provided during the year	**5.47**	5.17
		Finance Lease Facility repayment received during the year	**4.57**	2.94
		Security deposit received during the year	**0.21**	0.69
		Security deposit repaid / adjusted during the year	**0.04**	0.02
		Payments towards Net Settlement Reward points	**15.30**	15.39
		*Purchase of Fixed Assets	**-**	-
		Assets		
		Finance Lease Facility receivable	**7.45**	6.97
		Assigned receivables	**1.06**	-
		Liabilities		
		Security deposit payable	**1.29**	1.12
		Other Payables	**0.02**	0.02
		Commitments		
		Off balance sheet exposure	**-**	12.50
31	Tata Advanced Systems Limited	**Income**		
		Interest Income on Finance Lease	**1.01**	0.68
		Other transactions		
		Finance Lease Facility provided during the year	**4.84**	3.15
		Finance Lease Facility repayment received during the year	**2.28**	1.58
		Security deposit received during the year	**-**	0.01
		Assets		
		Finance Lease Facility receivable	**7.86**	6.95
		Liabilities		
		Security deposit payable	**0.01**	0.01
		Commitments		
		Off balance sheet exposure	**-**	6.16

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
32	**Tata AIG General Insurance Company Limited**	**Income**		
		Commission Income	**25.77**	9.91
		Advertisement Income	**30.24**	-
		Expenses		
		Insurance expenses	**2.21**	1.59
		Other transactions		
		Interest paid on non convertible debentures	**10.15**	10.15
		Assets		
		Other Receivables	**14.58**	2.60
		Liabilities		
		Payable towards Non Convertible Debentures	**124.46**	124.46
33	**Tata Asset Management Private Limited**	**Income**		
		Portfolio Management Services	**1.07**	0.63
		*Commission Income	**-**	-
		Assets		
		Other Receivables	**0.02**	0.01
34	**Tata Autocomp Systems Limited**	**Income**		
		Operating Lease rental	**7.06**	5.72
		Dividend Income	**17.69**	19.32
		Other transactions		
		Security deposit repaid / adjusted during the year	**-**	4.73
		Assets		
		Assigned receivables	**1.83**	-
		Other Receivables	**4.54**	5.42
		Investment in Equity shares	**2,054.87**	2,462.19
		Liabilities		
		*Security deposit payable	**-**	-
		Commitments		
		Off balance sheet exposure	**-**	21.30
35	**Tata Business Hub Limited**	**Income**		
		Interest Income on Finance Lease	**0.24**	0.28
		Other transactions		
		Finance Lease Facility provided during the year	**0.02**	1.42
		Finance Lease Facility repayment received during the year	**0.74**	0.78
		Assets		
		Finance Lease Facility receivable	**1.82**	2.55

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
36	Tata Consultancy Services Limited	**Income**		
		Interest Income on Finance Lease	**0.67**	0.66
		Operating Lease rental	**3.13**	4.11
		Expenses		
		Information Technology expenses	**126.15**	79.03
		Other transactions		
		Purchase of Fixed Assets	**3.66**	1.55
		Finance Lease Facility provided during the year	**1.72**	5.23
		Finance Lease Facility repayment received during the year	**2.23**	2.31
		Security deposit received during the year	**-**	0.58
		Security deposit repaid / adjusted during the year	**0.47**	0.08
		Assets		
		Finance Lease Facility receivable	**4.18**	5.07
		Liabilities		
		Other Payables	**24.25**	29.53
		Security deposit payable	**1.81**	2.28
37	Tata Digital Private Limited	**Income**		
		Interest Income on Loan	**-**	13.69
		*Other Income	**-**	-
		Expenses		
		Commission expenses	**7.18**	4.49
		Other Transactions		
		Loan given during the year	**-**	900.00
		Loan repayment received during the year	**-**	900.00
		Commitments		
		Off balance sheet exposure	**-**	5.00

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
38	Tata Electronics Private Limited	**Income**		
		Interest Income on Finance Lease	**3.50**	2.07
		Operating Lease rental	**0.03**	-
		Interest Income on Loan	**4.13**	-
		Other transactions		
		Finance Lease Facility provided during the year	**12.37**	29.82
		Finance Lease Facility repayment received during the year	**10.36**	9.67
		Loan given during the year	**127.50**	-
		Loan repayment received during the year	**115.36**	-
		Security deposit repaid / adjusted during the year	**0.15**	-
		Assets		
		Finance Lease Facility receivable	**30.12**	32.44
		Loan balance receivables	**12.36**	-
		Other Receivables	**0.02**	-
		Liabilities		
		Security deposit payable	**-**	0.15
		Commitments		
		Off balance sheet exposure	**-**	31.26
39	Tejas Networks Limited	**Assets**		
		Assigned receivables	**8.67**	-
40	Tata Elxsi Limited	**Income**		
		Interest Income on Finance Lease	**0.33**	0.25
		Expenses		
		Printing and Stationery	**0.16**	-
		Advertising expenses	**0.17**	-
		Other transactions		
		Finance Lease Facility provided during the year	**1.90**	0.97
		Finance Lease Facility repayment received during the year	**0.86**	0.43
		Purchase of Fixed Assets	**1.37**	-
		Assets		
		Finance Lease Facility receivable	**3.45**	2.18
		Liabilities		
		*Other Payables	**-**	-
		Commitments		
		Off balance sheet exposure	**0.12**	-

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
41	Tata International Limited	**Income**		
		Interest Income on Finance Lease	**0.13**	0.17
		Expenses		
		Dividend paid on equity shares	**0.02**	0.01
		Other transactions		
		Finance Lease Facility provided during the year	**0.58**	0.92
		Finance Lease Facility repayment received during the year	**0.47**	0.37
		Security deposit repaid / adjusted during the year	**-**	0.21
		Equity shares issued (including Securities Premium)	**0.22**	-
		Assets		
		Finance Lease Facility receivable	**1.11**	1.28
		Liabilities		
		Equity shares held	**0.80**	0.79
		Commitments		
		Off balance sheet exposure	**-**	3.56
42	Tata Medical and Diagnostics Limited	**Income**		
		Interest Income on Finance Lease	**0.04**	0.04
		Other transactions		
		Finance Lease Facility provided during the year	**-**	0.27
		Finance Lease Facility repayment received during the year	**0.04**	0.03
		Assets		
		Finance Lease Facility receivable	**0.26**	0.32
43	Tata Realty and Infrastructure Limited	**Income**		
		Interest Income on Loan	**-**	0.62
		Other transactions		
		Loan given during the year	**-**	95.00
		Loan repayment received during the year	**-**	95.00
44	Tata Teleservices (Maharashtra) Limited	**Expenses**		
		Communication expenses	**1.86**	1.45
		Liabilities		
		Other Payables	**0.16**	0.08
45	Tata Teleservices Limited	**Income**		
		Interest Income on Finance Lease	**0.01**	0.07
		Expenses		
		Communication expenses	**0.34**	0.33
		Other transactions		
		Finance Lease Facility repayment received during the year	**0.25**	0.53
		Liabilities		
		Other Payables	**0.03**	0.01

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
46	Tata Toyo Radiator Limited	**Income**		
		Operating Lease rental	**22.51**	20.19
		Other transactions		
		Security deposit received during the year	**-**	3.23
		Security deposit repaid / adjusted during the year	**-**	15.01
		Assets		
		Other Receivables	**15.49**	18.63
		Liabilities		
		Security deposit payable	**0.10**	0.10
47	Innovative Retail Concepts Private Limited	**Expenses**		
		Staff Welfare expenses	**0.02**	0.02
		Assets		
		Assigned receivables	**0.07**	-
		Liabilities		
		*Other Payables	**-**	-
48	Tata 1mg Technologies Private Limited	**Expenses**		
		Staff Welfare expenses	**0.19**	-
49	Air India Limited	**Income**		
		Management Fees	**0.25**	-
		Operating Lease rental	**0.43**	-
		Liabilities		
		Other Payables	**0.02**	-
50	Agratas Energy Storage Solutions Private Limited (w.e.f. 23.03.2023)	**Income**		
		Operating Lease rental	**0.03**	-
		Assets		
		*Other Receivables	**-**	-
51	Tata Unistore Limited (w.e.f. 09.12.2022)	**Expenses**		
		Staff Welfare expenses	**0.02**	0.01
52	Tata Communications Limited	**Expenses**		
		Information Technology expenses	**7.21**	7.05
		Other transactions		
		Finance Lease Facility repayment received during the year	**0.01**	-
		Assets		
		Finance Lease Facility receivable	**0.03**	0.03
		Assigned receivables	**-**	6.55
		Liabilities		
		Other Payables	**3.49**	2.24
53	Niskalp Infrastructure Services Limited	**Other transactions**		
		Recovery of Insurance expenses	**0.01**	0.01

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
54	Stryder Cycle Private Limited	**Income**		
		Interest Income on Finance Lease	**0.01**	-
		Other transactions		
		Finance Lease Facility provided during the year	**0.10**	-
		Finance Lease Facility repayment received during the year	**0.01**	-
		Assets		
		Finance Lease Facility receivable	**0.09**	-
		Commitments		
		Off balance sheet exposure	**-**	3.00
55	Tata Chemicals Limited	**Expenses**		
		Dividend paid on equity shares	**0.07**	0.05
		Liabilities		
		Equity shares held	**3.23**	3.23
56	Tata Trustee Company Private Limited	**Expenses**		
		Professional Fees	**-**	0.32
57	Tata Consumer Products Limited	**Income**		
		Interest Income on Finance Lease	**0.56**	0.18
		Operating Lease rental	**0.64**	0.61
		Expenses		
		Dividend paid on equity shares	**0.01**	0.01
		Other transactions		
		Finance Lease Facility provided during the year	**3.66**	1.91
		Finance Lease Facility repayment received during the year	**0.59**	0.32
		Assets		
		Finance Lease Facility receivable	**5.37**	2.30
		Other Receivables	**0.41**	0.37
		Liabilities		
		Equity shares held	**0.61**	0.61
		Commitments		
		Off balance sheet exposure	**-**	14.96

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
58	Tata Motors Limited	**Income**		
		Interest Income on Finance Lease	**17.97**	14.82
		Interest Income on Bonds	**0.22**	1.04
		Management Fees	**-**	0.01
		Other Income	**0.13**	0.08
		Foreclosure Charges	**-**	0.01
		Expenses		
		Dividend paid on equity shares	**0.09**	0.07
		Other transactions		
		Finance Lease Facility provided during the year	**18.21**	86.16
		Finance Lease Facility repayment received during the year	**36.31**	25.61
		Proceeds from Divestment of investments	**24.77**	-
		Assets		
		Finance Lease Facility receivable	**118.64**	149.67
		Investment in Debentures	**-**	25.83
		Liabilities		
		Equity shares held	**4.33**	4.33
		Commitments		
		Off balance sheet exposure	**-**	56.12
59	Tata Steel Limited	**Income**		
		Dividend Income	**0.07**	0.09
		Interest Income on Finance Lease	**0.02**	-
		Interest Income through Factoring	**3.07**	-
		Interest Income on Bonds	**2.40**	2.35
		Other transactions		
		Receivables Factored during year	**1,421.37**	-
		Finance Lease Facility repayment received during the year	**0.14**	-
		Assets		
		Investment in Equity Shares	**2.74**	1.84
		Finance Lease Facility receivable	**1.36**	-
		Assigned Receivables	**0.05**	-
		Investment in Debentures	**58.84**	57.14
		Liabilities		
		Security deposit payable	**0.28**	-
60	Tata Steel Long Products Limited (Merged with Tata Steel Limited w.e.f 15.11.2023)	**Income**		
		Interest Income through Factoring	**0.08**	-
		Other transactions		
		Receivables Factored during year	**16.00**	-

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
61	The Associated Building Company Limited	**Expenses**		
		Interest expenses on Inter Corporate Deposit	**0.07**	-
		Other transactions		
		Inter-Corporate Deposit received during the year	**4.00**	-
		Inter-Corporate Deposit repaid during the year	**4.00**	-
62	The Indian Hotels Company Limited	**Income**		
		Interest Income on Finance Lease	**0.01**	0.02
		*Operating Lease rental	**-**	-
		*Dividend Income	**-**	-
		Expenses		
		Staff Welfare expenses	**1.15**	3.45
		Other transactions		
		*Finance Lease Facility provided during the year	**-**	-
		Finance Lease Facility repayment received during the year	**0.04**	0.08
		Assets		
		Finance Lease Facility receivable	**0.06**	0.10
		Investment in Equity Shares	**1.16**	0.64
		Other Receivables	**0.18**	-
63	The Tata Power Company Limited	**Income**		
		Interest Income on Finance Lease	**1.69**	2.56
		Interest Income through Factoring	**13.15**	0.12
		Expenses		
		Dividend paid on equity shares	**0.05**	0.04
		Other transactions		
		Finance Lease Facility provided during the year	**0.24**	1.17
		Finance Lease Facility repayment received during the year	**5.51**	5.69
		Receivables Factored during year	**-**	146.44
		Assets		
		Finance Lease Facility receivable	**8.93**	15.16
		Liabilities		
		Equity shares held	**2.33**	2.33

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
64	Titan Company Limited	**Income**		
		Interest Income on Finance Lease	**0.11**	0.12
		Interest Income on Loan	**0.31**	0.02
		Expenses		
		Staff Welfare expenses	**0.01**	-
		Interest expenses on Inter Corporate Deposit	**-**	1.55
		Other transactions		
		Loan given during the year	**-**	3.14
		Loan repayment received during the year	**0.29**	0.01
		Finance Lease Facility repayment received during the year	**0.09**	0.13
		Inter-Corporate Deposit received during the year	**-**	150.00
		Inter-Corporate Deposit repaid during the year	**-**	150.00
		Interest paid on Non Convertible Debentures	**13.84**	-
		Paid towards redemption of Non Convertible Debentures	**30.00**	-
		Assets		
		Finance Lease Facility receivable	**1.11**	1.20
		Loan balance receivables	**2.91**	3.15
		Other Receivables	**-**	0.01
		Liabilities		
		Security deposit payable	**0.13**	0.13
		Payable towards Non Convertible Debentures	**200.00**	30.00
65	Trent Limited	**Other transactions**		
		Payments towards Net Settlement Reward points	**2.94**	3.16
66	Voltas Limited	**Expenses**		
		Commission expenses	**0.10**	0.15
		Repairs and Maintenance	**0.36**	0.57
		Dividend paid on Cumulative Redeemable Preference shares	**3.66**	3.66
		Income		
		*Other Income	**-**	-
		Other transactions		
		Purchase of Fixed Assets	**5.30**	3.81
		Assets		
		Assigned receivables	**0.90**	-
		Finance Lease Facility receivable	**0.76**	-
		Liabilities		
		Other Payables	**0.49**	0.08
		Cumulative Redeemable Preference shares held	**50.00**	50.00
		Commitments		
		Off balance sheet exposure	**1.23**	-

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
67	Tata AIA Life Insurance Company Limited	**Income**		
		Interest Income on Finance Lease	**1.03**	0.57
		Commission Income	**31.36**	4.95
		Operating Lease rental	**0.02**	-
		Advertisement Income	**66.71**	-
		Expenses		
		Insurance expenses	**5.45**	4.65
		Other transactions		
		Finance Lease Facility provided during the year	**3.59**	4.13
		Finance Lease Facility repayment received during the year	**1.34**	0.69
		Interest paid on Non Convertible Debentures	**45.67**	34.96
		Assets		
		Finance Lease Facility receivable	**7.26**	6.45
		Other Receivables	**18.89**	5.45
		Liabilities		
		Payable towards Non Convertible Debentures	**515.00**	515.00
		Commitments		
		Off balance sheet exposure	**-**	10.30
68	Tata Industries Limited	**Income**		
		Interest Income on Finance Lease	**-**	0.76
		Syndication Fees	**-**	0.17
		*Foreclosure Charges	**-**	-
		Expenses		
		Dividend paid on equity shares	**-**	0.04
		Other transactions		
		Finance Lease Facility provided during the year	**-**	0.13
		Finance Lease Facility repayment received during the year	**-**	2.34
		Liabilities		
		Equity shares held	**-**	2.27
69	Tata ClassEdge Limited	**Income**		
		Interest Income on Finance Lease	**0.86**	0.68
		Foreclosure Charges	**-**	0.03
		Other transactions		
		Finance Lease Facility provided during the year	**0.14**	0.18
		Finance Lease Facility repayment received during the year	**5.06**	2.41
		Assets		
		Finance Lease Facility receivable	**3.79**	8.96

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
70	Maithon Power Limited	**Income**		
		Interest Income on Finance Lease	**0.06**	0.06
		Other transactions		
		Finance Lease Facility provided during the year	**0.10**	-
		Finance Lease Facility repayment received during the year	**0.34**	0.11
		Assets		
		Finance Lease Facility receivable	**0.20**	0.49
71	Nelco Limited	**Income**		
		Interest Income on Finance Lease	**0.13**	0.08
		Other transactions		
		Finance Lease Facility provided during the year	**0.34**	0.59
		Finance Lease Facility repayment received during the year	**0.23**	0.13
		Assets		
		Finance Lease Facility receivable	**0.81**	0.82
		Commitments		
		Off balance sheet exposure	**-**	9.99
72	Tata Power Delhi Distribution Limited	**Expenses**		
		*Advertising expenses	**-**	-
73	Tata Power Solar Systems Limited	**Income**		
		Interest Income on Finance Lease	**0.21**	0.33
		Other transactions		
		*Finance Lease Facility provided during the year	**-**	0.53
		Finance Lease Facility repayment received during the year	**0.64**	0.92
		Purchase of Fixed Assets	**0.33**	-
		Assets		
		Finance Lease Facility receivable	**1.01**	1.62
74	TP Ajmer Distribution Limited	**Income**		
		Interest Income on Finance Lease	**0.03**	0.02
		Other transactions		
		Finance Lease Facility provided during the year	**0.27**	-
		Finance Lease Facility repayment received during the year	**0.21**	0.07
		Assets		
		Finance Lease Facility receivable	**0.30**	0.33
		Commitments		
		Off balance sheet exposure	**-**	6.26

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
75	TP Central Odisha Distribution Limited	**Income**		
		Interest Income on Finance Lease	**0.12**	0.19
		Other transactions		
		Finance Lease Facility provided during the year	**0.58**	-
		Finance Lease Facility repayment received during the year	**0.46**	0.36
		Assets		
		Finance Lease Facility receivable	**0.69**	0.58
		Assigned receivables	**4.01**	-
76	TP Northern Odisha Distribution Limited	**Income**		
		Interest Income on Finance Lease	**0.04**	0.05
		Other transactions		
		Finance Lease Facility provided during the year	**0.04**	0.07
		Finance Lease Facility repayment received during the year	**0.10**	0.12
		Assets		
		Finance Lease Facility receivable	**0.18**	0.24
		Assigned receivables	**4.25**	-
77	TP Renewable Microgrid Limited	**Income**		
		*Interest Income on Finance Lease	**-**	-
		Other transactions		
		Finance Lease Facility provided during the year	**-**	0.04
		*Finance Lease Facility repayment received during the year	**0.01**	-
		Assets		
		Finance Lease Facility receivable	**0.02**	0.04
78	TP Southern Odisha Distribution Limited	**Income**		
		Interest Income on Finance Lease	**0.02**	0.03
		Other transactions		
		Finance Lease Facility provided during the year	**0.07**	0.13
		Finance Lease Facility repayment received during the year	**0.02**	0.01
		Assets		
		Finance Lease Facility receivable	**0.19**	0.14
		Assigned receivables	**3.91**	-

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
79	TP Western Odisha Distribution Limited	**Income**		
		Interest Income on Finance Lease	**0.09**	0.08
		Other transactions		
		Finance Lease Facility provided during the year	**0.28**	0.09
		Finance Lease Facility repayment received during the year	**0.20**	0.21
		Assets		
		Finance Lease Facility receivable	**0.46**	0.40
		Assigned receivables	**11.72**	-
80	Tata Power Renewable Energy Limited	**Income**		
		*Other Income	**-**	-
81	Tata Power EV Charging Solutions Limited (Formerly Known as TP Solapur Limited)	**Income**		
		*Other Income	**-**	-
82	Walwhan Renewable Energy Limited	**Income**		
		*Other Income	**-**	-
		Commitments		
		Off balance sheet exposure	**-**	16.50
83	TMF Business Services Limited (Name changed from Tata Motors Finance w.e.f. August 7, 2023)	**Expenses**		
		Rent expenses	**0.79**	3.35
		Liabilities		
		Other Payables	**-**	0.28
84	Tata Motors Finance Solutions Limited	**Expenses**		
		Rent expenses	**2.55**	-
		Liabilities		
		Other Payables	**0.08**	-
85	Tata Motors Passenger Vehicles Limited	**Income**		
		Interest Income on Finance Lease	**5.92**	4.86
		*Foreclosure Charges	**-**	-
		Other transactions		
		Finance Lease Facility provided during the year	**6.15**	27.19
		Finance Lease Facility repayment received during the year	**12.9**	7.33
		Assets		
		Assigned receivables	**2.05**	-
		Finance Lease Facility receivable	**38.20**	48.72
		Commitments		
		Off balance sheet exposure	**-**	14.76

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
86	Tata Passenger Electric Mobility Limited	**Income**		
		Interest Income on Finance Lease	**1.23**	0.54
		Other transactions		
		Finance Lease Facility provided during the year	**3.85**	5.07
		Finance Lease Facility repayment received during the year	**2.41**	0.69
		Assets		
		Assigned receivables	**0.70**	-
		Finance Lease Facility receivable	**8.31**	8.66
		Commitments		
		Off balance sheet exposure	**-**	4.11
87	TML Business Services Limited	**Income**		
		Operating Lease rental	**-**	0.04
		Interest Income on Finance Lease	**0.48**	0.44
		Other transactions		
		Finance Lease Facility provided during the year	**0.75**	3.98
		Finance Lease Facility repayment received during the year	**1.23**	0.76
		Assets		
		Finance Lease Facility receivable	**3.16**	3.89
		Liabilities		
		Other Payables	**0.06**	0.06
88	Jaguar Land Rover Automotive plc	**Income**		
		Interest Income on Bonds	**8.83**	6.61
		Other transactions		
		Investment in Debentures during the year	**-**	51.23
		Assets		
		Investment in Debentures	**137.24**	72.84
89	Tata Pension Management Limited	**Income**		
		*Commission Income	**-**	-
90	Indian Steel & Wire Products Ltd.	**Income**		
		Interest Income on Finance Lease	**0.13**	0.12
		Other transactions		
		Finance Lease Facility repayment received during the year	**0.19**	0.35
		Assets		
		Finance Lease Facility receivable	**0.22**	0.42

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
91	Tata Metaliks Ltd. (Merged with Tata Steel Limited) w.e.f 01.02.2024)	**Income**		
		Interest Income on Finance Lease	**0.17**	0.22
		Operating Lease rental	**-**	0.09
		Foreclosure Charges	**-**	0.01
		Other transactions		
		Security deposit received during the year	**0.26**	0.18
		Finance Lease Facility provided during the year	**0.18**	2.87
		Finance Lease Facility repayment received during the year	**1.27**	0.97
		Sale of fixed assets	**-**	0.04
		Assets		
		Finance Lease Facility receivable	**-**	2.55
		* Other Receivables	**-**	-
		Liabilities		
		Security deposit payable	**-**	0.29
92	Tata Steel Downstream Products Limited	**Income**		
		* Interest Income on Finance Lease	**0.04**	-
		Other transactions		
		Finance Lease Facility provided during the year	**-**	0.32
		Finance Lease Facility repayment received during the year	**0.05**	-
		Assets		
		Finance Lease Facility receivable	**0.30**	0.35
		Commitments		
		Off balance sheet exposure	**-**	19.51
93	Tata Steel Utilities and Infrastructure Services Limited	**Income**		
		Interest Income on Finance Lease	**0.24**	0.56
		Operating Lease rental	**3.67**	0.88
		Foreclosure Charges	**-**	0.03
		Other transactions		
		Finance Lease Facility provided during the year	**-**	3.12
		Finance Lease Facility repayment received during the year	**1.64**	1.11
		Security deposit received during the year	**-**	2.53
		Security deposit repaid / adjusted during the year	**-**	0.80
		Assets		
		Finance Lease Facility receivable	**1.65**	3.92
		Other Receivables	**0.35**	0.68
		Liabilities		
		Security deposit payable	**2.03**	2.03
		Commitments		
		Off balance sheet exposure	**-**	32.08

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
94	Ideal Ice & Cold Storage Company Limited	**Income**		
		Interest Income on Finance Lease	**0.05**	0.06
		Other transactions		
		Finance Lease Facility provided during the year	**-**	0.57
		Finance Lease Facility repayment received during the year	**0.13**	0.12
		Assets		
		Finance Lease Facility receivable	**0.32**	0.46
95	Piem Hotels Limited	**Expenses**		
		Staff Welfare expenses	**0.04**	0.28
		Advertising expenses	**0.02**	-
96	United Hotels Limited	**Income**		
		Interest Income on Finance Lease	**0.04**	0.06
		Expenses		
		Staff Welfare expenses	**-**	0.01
		Other transactions		
		* Finance Lease Facility provided during the year	**-**	-
		Finance Lease Facility repayment received during the year	**0.07**	0.06
		Assets		
		Finance Lease Facility receivable	**0.22**	0.28
97	Roots Corporation Limited	**Expenses**		
		Staff Welfare expenses	**0.04**	0.04
98	Fiora Hypermarket Limited	**Expenses**		
		Commission expenses	**0.02**	0.08
		Staff Welfare expenses	**1.68**	0.58
		Other transactions		
		Payments towards Net Settlement Reward points	**3.32**	4.40
99	TACO Air International TTR Thermal Systems Private Limited	**Income**		
		Operating Lease rental	**0.30**	0.26
		Assets		
		Other Receivables	**0.16**	0.20
		Liabilities		
		Security deposit payable	**0.18**	0.18

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
100	Tata Boeing Aerospace Limited	**Income**		
		Interest Income on Finance Lease	**0.02**	0.01
		Other transactions		
		Finance Lease Facility provided during the year	**0.10**	0.11
		Finance Lease Facility repayment received during the year	**0.04**	0.03
		Security deposit received during the year	**-**	0.02
		Assets		
		Finance Lease Facility receivable	**0.17**	0.11
		Liabilities		
		Security deposit payable	**0.02**	0.02
101	Tata Lockheed Martin Aerostructures Limited	**Income**		
		Interest Income on Finance Lease	**0.05**	0.05
		Other transactions		
		Finance Lease Facility provided during the year	**-**	0.44
		Finance Lease Facility repayment received during the year	**0.15**	0.14
		Security deposit received during the year	**-**	0.02
		Assets		
		Finance Lease Facility receivable	**0.26**	0.42
		Liabilities		
		Security deposit payable	**0.02**	0.02
102	Tata Sikorsky Aerospace Limited	**Income**		
		Interest Income on Finance Lease	**0.08**	0.09
		Other transactions		
		Finance Lease Facility provided during the year	**0.10**	0.43
		Finance Lease Facility repayment received during the year	**0.21**	0.32
		Security deposit received during the year	**-**	0.02
		Assets		
		Finance Lease Facility receivable	**0.52**	0.60
		Liabilities		
		Security deposit payable	**0.02**	0.02
		Commitments		
		Off balance sheet exposure	**7.37**	-
103	Tata Precision Industries (India) Limited	**Income**		
		Interest Income on Loan	**0.09**	0.10
		Other transactions		
		Loan repayment received during the year	**0.19**	0.19
		Assets		
		Loan balance receivables	**0.58**	0.77

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
104	Industrial Minerals and Chemicals Company Private Limited (Ceased w.e.f. 04.01.2023)	**Income**		
		Interest Income on Loan	-	0.80
		Management Fees	-	0.02
		Other transactions		
		Loan given during the year	-	25.50
105	Air India SATS Airport Services Private Ltd.	**Income**		
		Operating Lease rental	**2.77**	0.06
		Other Transactions		
		Purchase of Fixed Assets	**16.25**	-
		Assets		
		Other Receivables	**1.53**	0.06
		Commitments		
		Off balance sheet exposure	-	41.33
106	Supermarket Grocery Supplies Private Limited	**Other transactions**		
		Investment in Equity during the year	-	97.20
		Assets		
		Investment in equity shares	**103.27**	103.27
107	NourishCo Beverages Ltd.	**Income**		
		Interest Income on Finance Lease	**0.01**	-
		Other transactions		
		Finance Lease Facility provided during the year	**0.17**	-
		* Finance Lease Facility repayment received during the year	-	-
		Assets		
		Finance Lease Facility receivable	**0.17**	-
108	Tata Motors Body Solutions Limited	**Income**		
		Operating Lease rental	**0.01**	-
		Assets		
		Other Receivables	**0.01**	-
109	Tata Consulting Engineers Limited	**Other transactions**		
		Interest paid on Non Convertible Debentures	**3.28**	0.36
		Paid towards redemption of Non Convertible Debentures	**25.00**	-
		Liabilities		
		Payable towards Non Convertible Debentures	**45.00**	15.00
110	Tata Investment Corporation Limited	**Expenses**		
		Dividend paid on equity shares	**1.64**	1.24
		Other transactions		
		Interest paid on Non Convertible Debentures	**3.56**	3.56
		Equity shares issued (including Securities Premium)	**43.98**	13.04
		Liabilities		
		Payable towards Non Convertible Debentures	**40.00**	40.00
		Equity shares held	**80.68**	78.16

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
111	**Emerald Haven Realty Limited**	**Income**		
		Interest Income on Loan	**10.95**	10.37
		Management Fees	**-**	0.62
		Other transactions		
		Loan given during the year	**-**	110.10
		Loan repayment received during the year	**39.85**	41.77
		Assets		
		Loan balance receivables	**70.72**	111.57
112	**Silly Point Productions LLP**	**Expenses**		
		* Advertising expenses	**-**	-
		Assets		
		* Other Receivables	**-**	-
113	**CMS IT Services Private Limited**	**Income**		
		Other Income	**0.03**	-
114	**Logicserve Digital Private Limited (Ceased w.e.f. 28.11.2023)**	**Expenses**		
		Professional Fees	**0.05**	-
115	**Procam International Private Limited (Ceased w.e.f. 15.01.2024)**	**Expenses**		
		Staff Welfare expenses	**0.06**	-
116	**Rallis India Limited**	**Income**		
		* Other Income	**-**	-
117	**TPL - IAV VOZ CPRR Joint Venture**	**Income**		
		Interest Income on Finance Lease	**0.34**	-
		Operating Lease rental	**1.10**	-
		Other transactions		
		Finance Lease Facility provided during the year	**3.47**	-
		Finance Lease Facility repayment received during the year	**0.53**	-
		Assets		
		Finance Lease Facility receivable	**3.12**	-
118	**Tata Coffee Staff Provident Fund Trust (Ceased w.e.f. 28.02.2024)**	**Other transactions**		
		Interest paid on Non Convertible Debentures	**0.53**	0.83
		Liabilities		
		Payable towards Non Convertible Debentures	**-**	9.20
119	**Rallis India Limited Provident Fund**	**Other transactions**		
		Interest paid on Non Convertible Debentures	**0.29**	0.29
		Liabilities		
		Payable towards Non Convertible Debentures	**2.90**	2.90

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
120	Tata Steel Ltd Provident Fund	**Other transactions**		
		Interest paid on Non Convertible Debentures	**3.82**	5.96
		Liabilities		
		Payable towards Non Convertible Debentures	**54.80**	54.80
121	Tata Chemicals Ltd Provident Fund	**Other transactions**		
		Interest paid on Non Convertible Debentures	**1.56**	1.93
		Paid towards redemption of Non Convertible Debentures	**2.00**	-
		Liabilities		
		Payable towards Non Convertible Debentures	**17.90**	19.90
122	Tata Power Consolidated Provident Fund	**Other transactions**		
		Interest paid on Non Convertible Debentures	**1.42**	1.42
		Liabilities		
		Payable towards Non Convertible Debentures	**16.30**	16.30
123	Tata Tea Limited Staff Pension Fund	**Other transactions**		
		Interest paid on Non Convertible Debentures	**0.77**	0.76
		Liabilities		
		Payable towards Non Convertible Debentures	**17.2**	8.00
124	Tata Steel Long product Limited Employees Provident fund trust	**Other transactions**		
		Interest paid on Non Convertible Debentures	**0.22**	0.22
		Liabilities		
		Payable towards Non Convertible Debentures	**2.30**	2.30
125	Titan Industries Gratuity Fund	**Other transactions**		
		Interest paid on Non Convertible Debentures	**1.57**	1.17
		Liabilities		
		Payable towards Non Convertible Debentures	**18.10**	18.10
126	Taj Residency Employees Provident fund Trust (Bangalore unit)	**Other transactions**		
		Interest paid on Non Convertible Debentures	**0.05**	0.05
		Liabilities		
		Payable towards Non Convertible Debentures	**0.50**	0.50
127	The Tinplate Company of India Ltd. Gratuity Fund	**Other transactions**		
		Interest paid on Non Convertible Debentures	**0.10**	0.10
		Liabilities		
		Payable towards Non Convertible Debentures	**1.10**	1.10
128	The Tinplate Company Executive Staff Superannuation Fund	**Other transactions**		
		Interest paid on Non Convertible Debentures	**0.04**	0.04
		Liabilities		
		Payable towards Non Convertible Debentures	**0.50**	0.50
129	The Provident Fund of The Tinplate Company of India Ltd	**Other transactions**		
		Interest paid on Non Convertible Debentures	**0.14**	0.14
		Liabilities		
		Payable towards Non Convertible Debentures	**1.60**	1.60

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
130	Titan Watches Provident Fund	**Other transactions**		
		Interest paid on Non Convertible Debentures	**2.82**	2.82
		Liabilities		
		Payable towards Non Convertible Debentures	**34.30**	34.30
131	Voltas Managerial Staff Provident Fund	**Other transactions**		
		Interest paid on Non Convertible Debentures	**1.20**	0.73
		Liabilities		
		Payable towards Non Convertible Debentures	**15.30**	8.80
132	Tata Communications Employee's Provident Fund Trust	**Other transactions**		
		Interest paid on Non Convertible Debentures	**0.78**	1.47
		Paid towards redemption of Non Convertible Debentures	**4.50**	-
		Liabilities		
		Payable towards Non Convertible Debentures	**10.40**	14.90
133	Tata Elxsi (India) Ltd. Employees Provident Fund	**Other transactions**		
		Interest paid on Non Convertible Debentures	**1.81**	1.89
		Liabilities		
		Payable towards Non Convertible Debentures	**23.50**	23.50
134	Tata Sons Consolidated Provident Fund	**Other transactions**		
		Interest paid on Non Convertible Debentures	**0.37**	0.36
		Paid towards redemption of Non Convertible Debentures	**0.90**	-
		Liabilities		
		Payable towards Non Convertible Debentures	**2.80**	3.70
135	Tata Sons Consolidated Superannuation Fund	**Other transactions**		
		Interest paid on Non Convertible Debentures	**0.41**	0.41
		Paid towards redemption of Non Convertible Debentures	**3.95**	-
		Liabilities		
		Payable towards Non Convertible Debentures	**-**	3.95
136	Tata Sons Limited H.O. Employees' Gratuity Fund	**Other transactions**		
		Interest paid on Non Convertible Debentures	**0.01**	0.01
		Liabilities		
		Payable towards Non Convertible Debentures	**0.10**	0.10
137	Tata International Limited Gratuity Fund	**Other transactions**		
		Interest paid on Non Convertible Debentures	**0.20**	0.10
		Liabilities		
		Payable towards Non Convertible Debentures	**2.00**	2.00
138	Tata Metaliks Ltd Employees Provident fund	**Other transactions**		
		Interest paid on Non Convertible Debentures	**0.02**	0.02
		Paid towards redemption of Non Convertible Debentures	**0.15**	-
		Liabilities		
		Payable towards Non Convertible Debentures	**-**	0.15

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
139	The Indian Hotels Company Limited Employees Provident Fund	**Other transactions**		
		Interest paid on Non Convertible Debentures	**0.03**	0.03
		Liabilities		
		Payable towards Non Convertible Debentures	**0.30**	0.30
140	Voltas Limited Employees' Superannuation Scheme	**Other transactions**		
		Interest paid on Non Convertible Debentures	**0.16**	0.16
		Liabilities		
		Payable towards Non Convertible Debentures	**3.80**	2.10
141	Voltas Limited Provident Fund	**Other transactions**		
		Interest paid on Non Convertible Debentures	**0.21**	0.21
		Liabilities		
		Payable towards Non Convertible Debentures	**4.10**	2.70
142	Tata Industries Superannuation Fund Trust	**Other transactions**		
		Interest paid on Non Convertible Debentures	**0.27**	0.30
		Paid towards redemption of Non Convertible Debentures	**2.40**	-
		Liabilities		
		Payable towards Non Convertible Debentures	**0.60**	3.00
143	TCE Employees' Providend Fund	**Other transactions**		
		Interest paid on Non Convertible Debentures	**0.09**	0.19
		Liabilities		
		Payable towards Non Convertible Debentures	**1.00**	1.00
144	Tata Investment Corporation Limited- Provident Fund	**Other transactions**		
		Interest paid on Non Convertible Debentures	**0.05**	0.05
		Liabilities		
		Payable towards Non Convertible Debentures	**0.50**	0.50
145	Tata Motors Limited Gratuity Fund	**Other transactions**		
		Interest paid on Non Convertible Debentures	**0.79**	0.80
		Paid towards redemption of Non Convertible Debentures	**8.20**	-
		Liabilities		
		Payable towards Non Convertible Debentures	**-**	8.20
146	Relative of KMP's	**Expenses**		
		Dividend paid on Cumulative Redeemable Preference shares	**-**	0.01
		Other transactions		
		Interest paid on Non Convertible Debentures	**0.03**	0.03
		Paid towards redemption of Non Convertible Debentures	**0.05**	0.50
		Liabilities		
		Payable towards Non Convertible Debentures	**0.24**	0.29

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
147	**Key managerial personnel (KMP)**	**Remuneration to KMP**		
		Short Term Employee Benefits	**28.26**	16.95
		Post Employment Benefits	**0.49**	0.45
		Expenses		
		Dividend paid on Cumulative Redeemable Preference shares	**0.04**	0.01
		Dividend paid on equity shares	**0.01**	0.01
		Other transactions		
		Share based payments (No. of Shares)	**-**	-
		Options granted till date	**1,00,10,545**	91,53,555
		Options exercised till date	**8,19,518**	2,17,772
		Redemption of Cumulative Redeemable Preference shares	**-**	1.00
		Interest paid on Non Convertible Debentures	**0.05**	0.05
		Equity shares issued (including Securities Premium)	**0.28**	-
		Liabilities		
		Payable towards Non Convertible Debentures	**0.54**	0.52
		Cumulative Redeemable Preference shares held	**0.50**	-
		Equity shares held	**0.80**	0.35

Notes :

a) * less than ₹ 1 lakh

b) Expected credit loss provision for parties listed above have not been considered as provision for doubtful debts, hence not disclosed.

c) The remuneration of directors and key executives is determined by the remuneration committee having regard to the performance of individuals and market trends. The above figures do not include provisions for encashable leave, gratuity and premium paid for group health insurance, as separate actuarial valuation / premium paid are not available.

d) The above related party transactions are at Arm's length and in the ordinary course of business.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 43: Fair values of financial instruments
See accounting policy in Note 2(xiii)

A. Valuation models

The Group measures fair values using the following fair value hierarchy, which reflects the significance of the inputs used in making the measurements:

a) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Group can access at measurement date.

b) Level 2 inputs are inputs, other than quoted prices included within level 1, that are observable for the asset or liability, either directly or indirectly; (i.e. derived from prices). This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques in which all significant inputs are directly or indirectly observable from market data.

c) Level 3 inputs are unobservable inputs for the valuation of assets or liabilities that the Group can access at measurement date. This category includes all instruments for which the valuation technique includes inputs that are not observable and the unobservable inputs have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments for which significant unobservable adjustments or assumptions are required to reflect differences between the instruments. Valuation techniques include net present value and discounted cash flow models, income approach, comparison with similar instruments for which observable market prices exist, option pricing models and other valuation models. Assumptions and inputs used in valuation techniques include risk-free returns, benchmark interest rates and credit spreads used in estimating discount rates, bond and equity prices, foreign currency exchange rates, equity and equity index prices and expected price volatilities and correlations.

The objective of valuation techniques is to arrive at a fair value measurement that reflects the price that would be received to sell the asset or paid to transfer the liability in an orderly transaction between market participants at the measurement date.

The Group uses widely recognised valuation models to determine the fair value of financial instruments, such as forward rate agreement, that use only observable market data and require little management judgement and estimation. Observable prices or model inputs are usually available in the market for listed equity securities. The availability of observable market prices and model inputs reduces the need for management judgement and estimation and also reduces the uncertainty associated with determining fair values.

For more complex instruments, the Group uses proprietary valuation models, which are usually developed from recognised valuation models. Some or all of the significant inputs into these models may not be observable in the market, and may be derived from market prices or rates or estimated based on assumptions. Valuation models that employ significant unobservable inputs require a higher degree of management judgement and estimation in the determination of fair value. Management judgement and estimation are usually required for the selection of the appropriate valuation model to be used, determination of expected future cash flows on the financial instrument being valued, determination of the probability of counterparty default and prepayments, determination of expected volatilities and correlations and selection of appropriate discount rates.

Fair value estimates obtained from models are adjusted for any other factors, such as liquidity risk or model uncertainties, to the extent that the Group believes that a third party market participant would take them into account in pricing a transaction. Fair values reflect the credit risk of the instrument and include adjustments to take account of the credit risk of the Group and the counterparty where appropriate. Model inputs and values are calibrated against historical data, where possible, against current or recent observed transactions in different instruments. This calibration process is inherently subjective and it yields ranges of possible inputs and estimates of fair value, and management uses judgement to select the most appropriate point in the range.

Discounting of the cash flows of financial asset/ financial liability for computing the fair value of such instrument: the future contractual cash flows of instrument over the remaining contractual life of the instrument are discounted using comparable rate of lending/borrowing as applicable to financial asset/ financial liability in the month of reporting for a similar class of instruments. For shorter tenure financial assets such as channel finance, the remaining tenure is assumed to be six months.

Derivatives held for risk management:

The Group enters into derivatives to mitigate the currency exchange risk and interest rate risk on account of fluctuation in the foreign exchange rates and floating rates towards the principal and interest repayments of external commercial borrowing. Some of these instruments are valued using models with significant unobservable inputs, principally expected long-term volatilities and expected correlations between different underlyings.

In the valuation of derivative instruments, the Discounted Cash Flow (DCF) method plays a pivotal role. This method involves projecting the future cash flows that the derivative is expected to generate or obligate over its life. These cash flows are then discounted back to the present value using an appropriate discount rate, which reflects the risk profile of the cash flows and the time value of money.

The discount rate is typically derived from market-based inputs to ensure an objective valuation. In the context of derivatives, the DCF method accounts for various factors such as underlying asset price movements, interest rate changes, and volatility, as well as contractual terms of the derivative. The strength of the DCF approach lies in its flexibility to model the unique features of derivatives, including embedded options.

B. Valuation framework

The Group has a established a policy for the measurement of fair values addressing the requirement to independently verify the results of all significant fair value measurements. Specific controls include:

1) verification of observable pricing basis actual market transactions;
2) re-performance of model valuations;
3) a review and approval process for new models and changes to models
4) annual calibration and back-testing of models against observed market transactions;
5) analysis and investigation of significant annual valuation movements; and
6) review of significant unobservable inputs, valuation adjustments and significant changes to the fair value measurement of Level 3 instruments compared with the previous year.

When third party information, such as valuation agency report is used to measure fair value, the Group assesses the documents and evidence used to support the conclusion that the valuations meet the requirements of Ind AS. This includes:

1) understanding how the fair value has been arrived at, the extent to which it represents actual market transactions and whether it represents a quoted price in an active market for an identical instrument;
2) when prices for similar instruments are used to measure fair value, how these prices have been adjusted to reflect the characteristics of the instrument subject to measurement; and
3) if a number of quotes for the same financial instrument have been obtained, then how fair value has been determined using those quotes.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

C Financial assets and liabilities

The carrying value of financial instruments by categories as at March 31, 2024 is as follows:

(₹ in crore)

Particulars	Fair value through Profit or Loss	Fair Value through Other Comprehensive Income	Derivative instruments in hedging relationship	Amortised cost	Total Carrying Value
Financial Assets:					
Cash and cash equivalents	-	-	-	6,771.16	6,771.16
Bank balances other than Cash and cash equivalents above	-	-	-	224.42	224.42
Derivative assets	-	-	242.62	-	242.62
Trade receivables	-	-	-	89.38	89.38
Other receivables	-	-	-	1.88	1.88
Loans	40.63	761.53	-	1,56,958.39	1,57,760.55
Investments (Other than associates)	969.06	2,934.63	-	3,998.33	7,902.02
Other financial assets	-	-	-	571.15	571.15
Total	1,009.69	3,696.16	242.62	1,68,614.71	1,73,563.18
Financial Liabilities:					
Derivative liabilities	-	-	46.33	-	46.33
Payables	-	-	-	1,407.21	1,407.21
Debt securities	-	-	-	60,503.68	60,503.68
Borrowings	-	-	-	79,142.88	79,142.88
Subordinated liabilitites	-	-	-	8,538.73	8,538.73
Lease liabilities	-	-	-	326.53	326.53
Other financial liabilities	-	-	-	1,378.02	1,378.02
Total	-	-	46.33	1,51,297.05	1,51,343.38

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

The carrying value of financial instruments by categories as at March 31, 2023 is as follows:

(₹ in crore)

Particulars	Fair value through Profit or Loss	Fair Value through Other Comprehensive Income	Derivative instruments in hedging relationship	Amortised cost	Total Carrying Value
Financial Assets:					
Cash and cash equivalents	-	-	-	3,058.88	**3,058.88**
Bank balances other than Cash and cash equivalents above	-	-	-	257.82	**257.82**
Derivative assets	-	-	229.58	-	**229.58**
Trade receivables	-	-	-	74.91	**74.91**
Other receivables	-	-	-	0.37	**0.37**
Loans	25.11	693.26	-	1,16,070.35	**1,16,788.72**
Investments (Other than associates)	5,620.41	3,048.77	-	3,989.79	**12,658.97**
Other financial assets	-	-	-	364.12	**364.12**
Total	**5,645.52**	**3,742.03**	**229.58**	**1,23,816.24**	**1,33,433.37**
Financial Liabilities:					
Derivative liabilities	-	-	62.32	-	**62.32**
Payables	-	-	-	1,239.19	**1,239.19**
Debt securities	-	-	-	51,375.58	**51,375.58**
Borrowings	-	-	-	54,934.13	**54,934.13**
Subordinated liabilitites	-	-	-	7,026.20	**7,026.20**
Lease liabilities	-	-	-	205.38	**205.38**
Other financial liabilities	-	-	-	1,986.77	**1,986.77**
Total	**-**	**-**	**62.32**	**1,16,767.25**	**1,16,829.57**

Investment in associates:

The Group has elected to measure Investment in associates at cost and accordingly the requirement of disclosure of fair value of the instrument under Ind AS 107 does not apply.

The following table summarises financial assets and liabilities measured at fair value on a recurring basis :

As at March 31, 2024

Particulars	Level 1	Level 2	Level 3	Total
Financial Assets:				
Investments				
Mutual fund units	**-**	**126.95**	**-**	**126.95**
Equity Shares	**898.20**	**-**	**2,380.80**	**3,279.00**
Structured product	**-**	**26.28**	**-**	**26.28**
Multi Asset Fund	**-**	**-**	**-**	**-**
Alternate Investment Funds	**-**	**-**	**32.69**	**32.69**
Venture Capital Fund	**-**	**-**	**201.44**	**201.44**
Preference shares	**-**	**-**	**-**	**-**
Security Receipts	**-**	**-**	**-**	**-**
Debt securities	**237.33**	**-**	**-**	**237.33**
Loans including credit substitutes	**-**	**-**	**802.16**	**802.16**
Derivative assets	**-**	**242.62**	**-**	**242.62**
Total	**1,135.53**	**395.85**	**3,417.09**	**4,948.47**

Particulars	Level 1	Level 2	Level 3	Total
Financial Liabilities:				
Derivative liabilities	**-**	**46.33**	**-**	**46.33**
Total	**-**	**46.33**	**-**	**46.33**

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

As at March 31, 2023

Particulars	Level 1	Level 2	Level 3	Total
Financial Assets:				
Investments				
Mutual fund units	-	4,588.30	-	**4,588.30**
Equity Shares	219.69	-	3,179.91	**3,399.60**
Structured product	-	20.37	-	**20.37**
Multi Asset Fund	-	-	50.77	**50.77**
Alternate Investment Funds	-	-	29.76	**29.76**
Venture Capital Fund	-	-	241.00	**241.00**
Preference shares	-	-	115.00	**115.00**
Security Receipts	-	-	-	**-**
Debt securities	224.38	-	-	**224.38**
Loans including credit substitutes	-	-	718.37	**718.37**
Derivative assets	-	229.58	-	**229.58**
Total	**444.07**	**4,838.25**	**4,334.81**	**9,617.13**

Particulars	Level 1	Level 2	Level 3	Total
Financial Liabilities:				
Derivative liabilities	-	62.32	-	62.32
Total	**-**	**62.32**	**-**	**62.32**

The following table summarises disclosure of fair value of financial assets and liabilities measured at amortised cost:

(₹ in crore)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Carrying Value	Fair value	Carrying Value	Fair value
Financial Assets at amortised cost:				
Loans including credit substitutes	**1,56,958.39**	**1,60,350.17**	1,16,070.35	1,19,167.44
Investments (other than in Associate)	**3,998.21**	**3,942.36**	3,989.79	3,893.30
Total	**1,60,956.60**	**1,64,292.53**	**1,20,060.14**	**1,23,060.74**
Financial Liabilities at amortised cost:				
Borrowings (includes debt securities and subordinated liabilities)	**1,48,185.29**	**1,47,957.64**	1,13,335.91	1,14,330.24
Total	**1,48,185.29**	**1,47,957.64**	**1,13,335.91**	**1,14,330.24**

Carrying amounts of cash and cash equivalents, trade receivables, loans and trade and other payables as on March 31, 2024 and March 31, 2023 approximate the fair value because of their short-term nature. Difference between carrying amounts and fair values of bank deposits, other financials assets, other financial liabilities and borrowings subsequently measured at amortised cost is not significant in each of the years presented.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Fair value of the Financial intruments measured at amortised cost

The fair value of loans given is based on observable market transactions, to the extent available. Wherever the observable market transactions are not available, fair value is estimated using valuation models, such as discounted cash flow techniques. Input into the valuation techniques includes interest rates, prepayment rates, primary origination or secondary market spreads. Input into the models may include information obtained from other market participants, which includes observed primary and secondary transactions.

To improve the accuracy of the valuation estimate for retail and smaller commercial loans, homogeneous loans are grouped into portfolios with similar characteristics such as product.

The fair value of borrowings from banks is estimated using discounted cash flow techniques, applying the rates that are offered for loans of similar maturities and terms.

T bills and Governemnt securities are valued based on market quotes.

D The following table summarises valuation techniques used to determine fair value, fair value measurements using significant unobservable inputs (Level 3) and valuation inputs and relationship to fair value:

(₹ in crore)

Financial instruments	Fair value		Fair value hierarchy	Valuation technique(s) and key input(s)	Significant unobservable input(s)	Relationship of unobservable inputs to fair value
	As at March 31, 2024	As at March 31, 2023				
Loans	**802.16**	718.37	Level 3	Discounted contractual cash flows	Discounting rate and future cash flows.	Higher the discounting rate lower the fair value of loans
Equity Shares - unquoted	**2,380.80**	3,179.91	Level 3	1. Valuation is based on Net asset value method which is based on the asset and liabilities values as per the latest financial statements of the investee company 2. Income approach - Discounted Cash Flow Method 3. Market Approach: Guideline Public Companies Method 4. Comparison with similar instruments for which observable market prices exist.	1. Annual revenue is based on the earnings for the latest financial year 2. Discount rate 3. Terminal rate 4. BEV to Revenue Multiple : 2.5x - 7.7x	1. The estimated fair value would increase (decrease) if the annual revenue growth were higher (lower) 2. Higher the discount rate, lower the fair value. 3. Higher the terminal rate, higher the fair value

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Financial instruments	Fair value		Fair value hierarchy	Valuation technique(s) and key input(s)	Significant unobservable input(s)	Relationship of unobservable inputs to fair value
	As at March 31, 2024	As at March 31, 2023				
Preference share	-	115.00	Level 3	Latest Transaction price	Latest Transaction price	Higher the Net Asset Value higher the fair value of preference share
Alternative Investment Fund	**32.69**	29.76	Level 3	Net asset value	Net Asset Value	Higher the Net Asset Value higher the fair value of unquoted units
Multi Asset Fund	-	50.77	Level 3	Net asset value	Net Asset Value	Higher the Net Asset Value higher the fair value of unquoted units
Venture capital fund	**201.44**	241.00	Level 3	Net asset value	Net Asset Value	Higher the Net Asset Value higher the fair value of unquoted units
Financial Assets at FVTPL/ FVTOCI	**3,417.09**	**4,334.81**				

Certain listed equity investments are carried at ₹ Nil value on account of low trading. Fair value of the unquoted equity investment received upon settlement of loan has been considered at ₹ Nil value as the company is under liquidation process.

E Sensitivity disclosure for level 3 fair value measurements:

(₹ in crore)

Particulars	Unobservable input	Sensitivity	Impact of change in rates on Total Comprehensive Income			
			As at March 31, 2024		As at March 31, 2023	
			Favourable	Unfavourable	Favourable	Unfavourable
Equity Shares	Net Asset Value and other valuation input	1%	**22.19**	**(22.19)**	27.52	(27.62)
Loans	Discounting rate	1%	**16.98**	**(23.29)**	7.53	(7.38)
Alternative Investment Fund	Net Asset Value	1%	**0.13**	**(0.13)**	0.10	(0.10)
Multi Asset Fund	Net Asset Value	1%	-	-	0.51	(0.51)
Venture capital fund	Net Asset Value	1%	**2.01**	**(2.01)**	2.41	(2.41)

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

F Level 3 fair value measurements

The following table shows a reconciliation from the beginning balances to the ending balances for fair value measurements in Level 3 of the fair value hierarchy:

(₹ in crore)

Particulars	FVTOCI Loans	FVTPL Loans	FVTPL Investments	FVTOCI Investments	Total
As at April 1, 2023	**693.26**	**25.11**	**792.05**	**2,824.39**	**4,334.81**
Total gains or losses:					
recognised in profit or loss	**-**	**0.52**	**(61.64)**	**-**	**(61.12)**
in OCI	**14.98**	**-**	**-**	**622.17**	**637.15**
Purchases	**408.92**	**15.00**	**4.00**	**-**	**427.92**
Settlements	**(355.63)**	**-**	**(63.01)**	**(799.99)**	**(1,218.63)**
Foreign currency transalations			**3.66**	**-**	**3.66**
Transfers out of Level 3	**-**	**-**	**(115.00)**	**(591.70)**	**(706.70)**
As at March 31, 2024	**761.53**	**40.63**	**560.06**	**2,054.87**	**3,417.09**

(₹ in crore)

Particulars	FVTOCI Loans	FVTPL Loans	FVTPL Investments	FVTOCI Investments	Total
As at April 1, 2022	367.77	25.19	582.20	-	975.16
Total gains or losses:	-	-	-	-	-
recognised in profit or loss	-	1.01	(31.31)	-	(30.30)
in OCI	(3.93)	-	-	2,229.95	2,226.02
Purchases	462.04	14.00	217.75	-	693.79
Settlements	(132.62)	(15.09)	(0.36)	-	(148.07)
Foreign currency transalations			23.77	-	23.77
Transfers into Level 3	-	-	-	594.44	594.44
As at March 31, 2023	**693.26**	**25.11**	**792.05**	**2,824.39**	**4,334.81**

Note 44: Risk Management Framework

A Introduction;

As a financial institution, Group is exposed to various types of risks namely credit risk, liquidity risk, market risks, operational risk, strategic risk (including emerging & external risks) and compliance & reputation risk. We have adopted a holistic and data driven enterprise level risk management approach which includes monitoring both internal and external indicators.

We as an organization periodically adjust our strategy in cognizance with industry risk dynamics and emergence of new challenges and opportunities.

The purpose of risk management is the creation and protection of value. Group's risk management framework has been laid down with long term sustainability and value creation keeping in mind:

- Build profitable and sustainable business with conservative risk management approach.
- Have risk management as an integral part of the organization's business strategy.
- Undertake businesses that are well understood and within acceptable risk appetite.
- Manage the risks proactively across the organization.
- Adopt best risk management practices with resultant shareholder value creation and increased stakeholder confidence.
- Develop a strong risk culture across the organization.

The risk management practices of Tata Capital and its subsidiaries are compliant with ISO 31000: 2018 which is the international standard for risk management that lays down principles, guidelines and framework for risk management in an organisation.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

B Group's Risk Management framework for measuring and managing risk:

Risk management framework:

Group's Risk Management is an integral part of all organizational activities. The structured approach contributes to consistent and comparable results along with customization of external and internal objectives. Important pillars of the risk management approach are developing a strong risk management culture within Tata Capital and subsidiaries through alignment of risk by creating, preserving and realizing value.

A comprehensive Enterprise Risk Management ("ERM") Framework has been adopted across Group which uses defined Key Risk Indicators based on quantitative and qualitative factors. We have implemented two-dimensional quantitative data management tool - Heat Map which enables management to have a comprehensive view of 11 identified key risk areas based on their probability and impact.

The 11 categories of risks identified and monitored by the Company are Credit Risk, Market Risk, Liquidity Risk, Process, People, Outsourcing, Compliance & Governance, Technology, Business Continuity, Cyber Security and Reputation risk.

Nature of Risk	Framework	Governing Committees
Credit Risk	Enterprise Risk Management Various Credit Policies, Portfolio review and trigger monitoring	Risk Management Committee of the Board Investment Credit Committee of the Board Credit Committees
Market Risk & Liquidity Risk	Enterprise Risk Management Asset Linked Market Policy	Risk Management Committee of the Board Asset Liability Management Committee
Process Risk	Operational Risk Policy	Operational Risk Management Committee
People Risk	Operational Risk Policy HR Policies	Risk Management Committee of the board Operational Risk Management Committee
Outsourcing	Operational Risk Policy Outsourcing Policy	Risk Management Committee of the board Operational Risk Management Committee
Technology	Operational Risk Policy Information Technology Policy	Risk Management Committee of the board IT Strategy Committee of the Board
Business Continuity	Operational Risk Policy Business Continuity Management Policy	Operational Risk Management Committee
Cyber Security	Information & Cyber Security Policy	Risk Management Committee of the Board IT Strategy Management Committee of the Board
Reputational Risk Compliance & Governance	Enterprise Risk Management Framework Ethics Policy POSH Policy Tata Code of Conduct	Risk Management Committee of the Board

The Board is assisted by Risk Management Committee of the Board ('RMC') and is supported by various Board and Senior management committees as part of the Risk Governance framework to ensure that the Group has sound system of risk management and internal controls.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Board level committees

Risk Management Committee of the Board (RMC): The purpose of the Committee is to assist the Board in its oversight of various risks (i) Credit Risk (ii) Market & Liquidity Risk (iii) Operational Risk (Process, People, Outsourcing, Technology, Business Continuity and Fraud) (iv) Strategic Risks (including emerging and external risks) (v) Compliance and Governance (vi)Reputation Risk(vii) Information Security and Cyber Security Risk.

Investment Credit Committee of the Board (ICC): Provides guidance on nature of investments that shall be undertaken, and approve credit limits for various counterparties, where exposures in aggregate exceed a certain level.

IT Strategy Committee: Reviews and approves IT strategy and policies. Monitors IT resources required to achieve strategic goals and to institute an effective governance mechanism and risk management process for all outsourced IT operations so that maximum value is delivered to business.

The Group's risk management policies are established to identify and analyse the risks faced by the Group, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. The risk management policies and systems are reviewed regularly to reflect changes in the market conditions and the activities of the Group. The Group, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations. The Risk Management Committee reviews risk management policies of the Group pertaining to credit, market, liquidity and operational risks. It oversees the monitoring of compliances with the risk management policies and procedures and reviews the adequacy of the risk management framework in relation to the risks faced by the Group.

The Audit Committee is assisted in its oversight role by Internal Audit. Internal Audit undertakes both regular and ad-hoc reviews of risk management controls and procedures, the results of which are reported to the Audit Committee.

Senior Management Committees

a) Asset Liability Management Committee of the Board (ALCO): ALCO reviews the Liquidity Risk and Interest Rate Risk on a regular basis and suggests necessary actions based on its view and expectations on the liquidity and interest rate profile.

b) Management Credit Committee (MCC): The members of committee are senior management of the Group as defined in the prevailing delegation of authority. It recommends proposal including review to ICC / Board for loan facilities falling beyond assigned Delegation of Power and Authority. The committee is governed as per the delegation of authority applicable to the Group.

c) Operational Risk Management Committee (ORMC): ORMC is the oversight committee for ensuring effective management of operational risks. The committee reviews and approves the following:
   - Operational risk management policy and including amendments if any.
   - Insurance management framework.
   - Corrective actions on operational risk incidents, based on analysis of the Key Risk Indicators (KRIs), operational risk process reviews, etc.
   - Operational risk profile based on the KRIs which are beyond the tolerance limit

d) Fraud Risk Management Committee (FRMC): An independent Fraud Risk Management Committee (FRMC) comprising of top management representatives has been constituted that reviews the matters related to fraud risk and approves/recommends actions against frauds. It reviews the frauds reported and investigated with detailed root cause analysis and corrective action.

Business Unit Level Committees

There are various committees that exist at the business level for credit sanctions, monitoring and reviews such as Credit Committee (CC), Credit Monitoring Committee (CMC), Credit & Collection review, Retail Risk Review (RRR) for retail business.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

C Group's Risk Management Approach for handling various type of risks

a) **Credit risk;**

The Credit Risk management framework is based on the philosophy of First and Second line of Defence with underwriting being responsibility of Credit department and controls around policies and processes are driven by Risk department. Each process and business verticals have Credit underwriting, Risk analytics, Policy and Operational Risk unit. Delegation of Authority is defined based on value at risk and deviation matrix as approved by the Board.

The Group has reviewed Credit policies from time to time based on macroeconomic scenarios, pandemic and government scheme/grants, we have robust early warning signals process to ensure resilience in the policy framework for adopting changing business scenario and to mitigate various business risks.

Group's approach to rigorous portfolio review driven by analytics helps us to take corrective action proactively and to have a resilient underwriting policy and processes for Retail, SME and Corporate portfolio.

Group has a strong fraud risk and vigilance framework to weed out fraudulent customers from system at the time of origination with support of analytical tools. Identified fraud cases in the portfolio are reviewed basis detailed root cause analysis and reported to regulator. Process improvements based on root cause analysis are implemented to control such foreseen losses in future.

Introduction of new products are based on market potential, Operational risk, Credit risk and Compliance risks. All new product launches are signed off by Risk department to mitigate key risks arising while developing strategy around launching of new product. All innovative process changes/digitization goes through rigour of risk review and highlighting risk associated with change of the process and mitigants around the same. All introduction of new products goes through a complete governance process and are approved by Board/respective committees.

Measures taken to recover from COVID pandemic:

The Group is taking following measures to recover from COVID pandemic for sustainable growth and maintaining a diversified and resilient portfolio.

i. Increased engagement with the customers through dedicated relationship manager and collection team

ii. Policy intervention by way of sector and geography analysis based on pandemic impact

iii. Strengthened credit assessment process

iv. Realigning the product suite by way of differentiated product mix offering to different segments of borrowers

v. Increased geographical diversification of portfolio

vi. Enhanced portfolio and account level monitoring measures

vii. Digitization of key processes enabling better and real time portfolio monitoring.

viii. Strengthening of the collection infrastructure

ix. Review of one-time restructured loans and CGTMSE government guarantee portfolio

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

b) Market risk;

Market risk is risk due to change in market prices – e.g. interest rates, equity prices, foreign exchange rates and credit spreads, but not relating to changes in the obligor's/issuer's credit standing and will affect the Group's income or the value of its holdings of financial instruments. The objective of the Group's market risk management is to manage and control market risk exposures within acceptable risk tolerances levels to ensure the solvency and minimum volatility while optimising the balance between profitability and managing associated risks.

Under Liquidity Risk Management (LRM) framework for the Group, ALCO sets up limits for each significant type of risk/aggregated risk with liquidity being a primary factor in determining the level of limits. The monitoring of risk limits defined as per ALM policy is done by ALCO on regular basis. The Group has Asset Liability Management (ALM) support group prescribed by RBI which meets on regular basis to ensure internal controls and reviews the liquidity risk management of the group.

Interest rate risk:

Interest rate risk is measured through Interest rate sensitivity report where gaps are being monitored classifying all rate sensitive assets and rate sensitive liabilities into various time period categories according to earliest of contracted/behavioural maturities or anticipated re-pricing date. The Group monitors interest rate risk through traditional gap and duration gap approaches on a monthly basis. The interest rate risk limits are approved by the ALCO.

Refer Note No 45 .C.i for summary on sensitivity to a change in interest rates as on 31st March 2024.

Currency Risk

The Group is exposed to currency risk arising due to external commercial borrowings. The foreign currency loan in form of external commercial borrowing (ECB) raised by the Group are fully hedged basis.

The hedging policy as approved by the Asset Liability Committee (ALCO) prescribes the hedging of the risk associated with change in the interest rates and fluctuation of foreign exchange rates. Counter party risk is reviewed periodically in terms of exposure to various counter parties.

The Group's hedging policy guides effective hedging relationships to be considered as hedges as per the relevant Ind AS. Hedge effectiveness is determined at the inception of the hedge relationship and through periodic prospective effectiveness assessments to ensure that an economic relationship exists between the hedged item and hedging instrument. The Group enters into hedge relationships where the critical terms of the hedging instrument match with the terms of the hedged item, and so a qualitative and quantitative assessment of effectiveness is performed. All hedges entered by the Group are cash flow hedges.

Refer Note No 45.C.ii & iii for gist of foreign currency risk exposure as on 31st March 2024.

Equity price risk

The Group investments in equity carry a risk of adverse price movement. To mitigate pricing risk emerging from investments in equity, the Group intermittently observes the performance of sectors and measures MTM gains/losses as per applicable accounting policy of the group.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Liquidity risk;

Liquidity Risk is the risk that a Group will encounter difficulties in meeting its short-term financial obligations due to an asset– liability mismatch or interest rate fluctuations. The liquidity risk is being managed as per ALM policy which has following key elements:

i) ALCO sets the strategy for managing liquidity risk commensurate with the business objectives;

ii) ALCO has set various gap limits for tracking liquidity risk.

iii) The ALM policy is being reviewed on annual basis, including the risk tolerance, process and control. ALCO monitors the liquidity and interest rate gaps on regular basis.

iv) Group manages the liquidity position on a day-to-day basis and reviews daily reports covering the liquidity position. The regulatory compliance to the liquidity risk related limits are being ensured.

v) The group is fully complied to the Liquidity Coverage Ratio (LCR) framework as mandated by RBI.

Group's liquidity risk management strategy are as follows:

a. Maintaining a diversified funding through market and bank borrowings resources such as debentures, commercial papers, subordinated debt, perpetual debt, Inter-corporate deposits (ICD's), overdraft and bank term loans. Unused bank lines as well as High Quality Liquid Assets (HQLA) maintained under LCR framework constitute the main liquidity back up to meet the contingency funding plan. Additionally, based on Market scenario, the Group also maintains a portfolio of highly liquid mutual fund units.

b. The Group complies with the ALM guidelines and submits various returns and disclosures in accordance with the regulatory guidelines.

c. The Group carries out liquidity stress testing based on the cash flows and results are reported to ALCO on periodic basis. The Group has contingency funding plan in place which monitors the early warning signals arising out of company specific and market wide liquidity stress scenarios.

The Group has honoured all its debt obligations on time. Based on liquidity risk assessment, cash-flows mismatches are within the stipulated regulatory limits. The Group has been successful in maintaining the adequate liquidity by raising fresh/renewal of bank lines, regular access to capital market and financial institution under the various schemes promulgated by RBI to raise medium to long term funds. Owing to the above measures, the Group has not seen a rise in its liquidity risk.

Refer Note No 45.B for the summary of Maturity analysis for Group's financial liabilities and financial assets as on 31st March 2024.

c) **Operational Risk;**

Operational Risk has been defined as "The risk of loss resulting from inadequate or failed internal processes, people and systems or from external events "The risk of direct or indirect potential loss arising from a wide variety of causes associated with the Group's processes, personnel, systems, or from external factors other than strategic and reputation risk Management of operational risk forms an integral part of Group's enterprise wide risk management systems. The organisation thrives towards incremental improvements to its operational risk management framework to address the dynamic industry landscape. Clear strategies and oversight by the Board of Directors and senior management, a strong operational risk management culture, effective internal control and reporting and contingency planning are crucial elements of Group's operational risk management framework.

The operational risk team monitors and reports key risk indicators ("KRI") and KRI exceptions. Suitable risk mitigation actions are taken wherever required to curtail the potential risk at the acceptable levels.

ORMC meets periodically to review the operational risk profile of the organization and oversee the implementation of the risk management framework and policies.

FRMC meets periodically to review matters relating to fraud risk, including corrective and remedial actions as regards people and processes.

Group has a Business Continuity Planning "BCP" framework in place, to ensure uninterrupted business operations in case any disruptive event occurs. The Group immediately activated its Business Continuity Plan (BCP) during this time of COVID 19 pandemic. Group continues to seamlessly carry out normal operations hence addressing the risk associated with occurrence of the pandemic.

Group has an IT Disaster Recovery Planning "IT-DRP" which provides the technology framework to continue day-to-day operations using secondary/back-up systems when primary system fails. It also protects the organisation against loss of computer-based data and information.

Cyber Security Risk

Various measures are adopted to effectively protect the Group against phishing, social media threats and rogue mobile. During COVID pandemic Group ensured seamless accessibility of critical systems through virtual private network (VPN), thereby minimizing the risk of security / data breaches and cyber-attacks.

Group has adopted "Framework for Improving Critical Infrastructure Cyber Security" published by the National Institute of Standards & Technology (NIST) and complies with regulatory guidelines.

d) Regulatory and Compliance Risk

Regulatory compliances are handled by Finance team, Treasury and Business teams in consultation with Group Compliance team. Statutory compliances are handled by Group Secretarial team, Administrative and people process related compliances are handled by Administration & HR departments.

Additionally, Risk team coordinates for Special Mention Accounts (SMA) and Fraud reporting in line with regulatory guidelines.

As per regulatory requirements, required policies are adopted, modified and rolled from time to time. Compliance to the defined policies is strictly adhered to.

D Internal Capital Adequacy Assessment Process (ICAAP)

Scale based regulation issued on 22 October 2021 required NBFC-UL and NBFC-ML to make a thorough internal assessment of the need for capital, commensurate with the risks in their business on similar lines as ICAAP prescribed for commercial banks under Pillar 2. The company has already put in place a Board approved ICAAP policy and asssed the capital requrements based on the ICAAP policy and stressed scenarios.

Changes in internal and external operating environment, digitalization, technological advancements and agile way of working have increased the significance of Fraud, Information & Cyber Security and Operational Risks. The company has continued focus on increasing operational resilience and mitigation of these risks.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 45: Risk management review

This note presents information about the Group's exposure to following risks and its management of capital. For information on the risk management framework, see Note 44

A. Credit risk
   i. Credit quality analysis
   ii. Collateral held and other credit enhancements
   iii. Amounts arising from ECL

B. Liquidity risk
   i. Maturity analysis for financial liabilities and financial assets
   ii. Financial assets position pledged/ not pledged

C. Market risk
   i. Exposure to interest rate risk - Non-trading portfolios
   ii. Exposure to currency risks - Non-trading portfolios
   iii. Foreign currency risk exposure- Subsidiaries

A. Credit risk

For the definition of credit risk and information on how credit risk is mitigated by the Group, see Note 44.

i. Credit quality analysis

The following table sets out information about the credit quality of financial assets measured at amortised cost. The amounts in the table represent gross carrying amounts for financial assets. For loan commitments, the amounts in the table represent the amounts committed.

Explanation of the terms: 12-month ECL, lifetime ECL and credit-impaired are included in Note 2(xiii).

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

i) Loans by Division

1) Days past due based method implemented by Group for credit quality analysis of Loans

a) The table below shows the credit quality and the maximum exposure to credit risk based on the days past due and year-end stage classification of Loans. The amounts presented are gross of impairment allowances:

(₹ in crore)

Outstanding Gross Loans	As at March 31, 2024					As at March 31, 2023				
	Count	Stage 1	Stage 2	Stage 3	Total	Count	Stage 1	Stage 2	Stage 3	Total
Days past due										
Zero overdue	**22,63,279**	**1,53,860.44**	**1,253.99**	**27.45**	**1,55,141.88**	13,09,390	1,13,743.62	1,870.50	35.08	1,15,649.20
1-29 days	**54,836**	**2,102.18**	**262.79**	**15.52**	**2,380.49**	36,229	908.21	385.53	21.91	1,315.65
30-59 days	**23,827**	**-**	**1,071.73**	**24.26**	**1,095.99**	16,345	-	1,006.44	36.17	1,042.61
60-89 days	**13,621**	**-**	**315.63**	**49.92**	**365.55**	8,372	-	222.87	55.96	278.83
More than 90 days	**91,053**	**-**	**-**	**2,247.17**	**2,247.17**	53,534	-	-	1,910.57	1,910.57
Total	**24,46,616**	**1,55,962.62**	**2,904.14**	**2,364.32**	**1,61,231.08**	**14,23,870**	**1,14,651.83**	**3,485.34**	**2,059.69**	**1,20,196.86**

b) (₹ in crore)

Impairment allowance on Loans	As at March 31, 2024				As at March 31, 2023			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Days past due								
Zero overdue	**950.21**	**186.27**	**18.93**	**1,155.41**	800.44	332.04	26.16	1,158.64
1-29 days	**98.42**	**45.01**	**11.34**	**154.77**	50.60	79.09	16.33	146.02
30-59 days	**-**	**143.14**	**16.68**	**159.82**	-	221.00	20.54	241.54
60-89 days	**-**	**77.74**	**26.32**	**104.06**	-	122.55	32.94	155.49
More than 90 days	**-**	**-**	**1,679.17**	**1,679.17**	-	-	1,491.56	1,491.56
Total	**1,048.63**	**452.16**	**1,752.44**	**3,253.23**	**851.04**	**754.68**	**1,587.53**	**3,193.25**
ECL coverage ratio	**0.67%**	**15.57%**	**74.12%**	**2.02%**	**0.74%**	**21.65%**	**77.08%**	**2.66%**

2) Loans

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
LOANS		
- At Amortised Cost	**1,60,428.92**	1,19,478.49
- At Fair Value through Other Comprehensive Income	**761.53**	693.26
- At Fair Value Through Profit and Loss	**40.63**	25.11
Total - Gross Carrying value of Loans	**1,61,231.08**	**1,20,196.86**
Less: Unamortised loan sourcing fee	**(735.69)**	(544.12)
Add : Unamortised loan sourcing costs	**518.39**	329.23
Total - Carrying Value of Loans	**1,61,013.78**	**1,19,981.97**
Less : Impairment Allowance	**(3,253.23)**	(3,193.25)
Total - Net Carrying value of Loans	**1,57,760.55**	**1,16,788.72**

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

3) Trade Receivables

(₹ in crore)

Particulars	As at March 31, 2024			As at March 31, 2023		
Category of Trade receivables	**Gross**	**Impairment allowance**	**Net**	**Gross**	**Impairment allowance**	**Net**
Stage 1: Considered good	**47.91**	**(0.27)**	**47.64**	33.86	(0.02)	33.84
Stage 2: Significant increase in credit risk	**41.91**	**(0.17)**	**41.74**	33.71	-	33.71
Stage 3: Credit impaired	**33.38**	**(33.38)**	**-**	33.33	(25.97)	7.36
Net Carrying value of trade receivables	**123.20**	**(33.82)**	**89.38**	**100.90**	**(25.99)**	**74.91**

Trade receivables overdue for 31 to 90 days are classified in Stage 2: Significant increase in credit risk.
Lifetime expected credit losses are considered for trade receivables as per simplified approach.

4) Derivative Financial Instruments

The Group enters into derivatives contract for risk management purposes and has elected to apply hedge accounting requirements. The table below shows the fair values of derivative financial instruments recorded as assets or liabilities together with their notional amounts.The notional amounts indicate the value of transactions outstanding at the year end and are not indicative of either the market risk or credit risk.

(₹ in crore)

Derivatives held for cashflow hedge	As at March 31, 2024			As at March 31, 2023		
	Notional Amounts	**Fair Value - Assets**	**Fair Value - Liabilities**	**Notional Amounts**	**Fair Value - Assets**	**Fair Value - Liabilities**
Foreign Exchange Forward contracts	**1,955.45**	**0.76**	**34.20**	1,617.15	9.04	59.68
Interest Rate Swap	**-**	**29.64**	**-**	-	26.39	-
Cross currency Swap	**8,834.74**	**212.22**	**12.13**	4,885.72	194.15	2.64
Total	**10,790.19**	**242.62**	**46.33**	**6,502.87**	**229.58**	**62.32**

Derivatives held for risk management purposes, not designated as hedging instruments:

The Group is exposed to foreign currency risk related to external commercial borrowings and the primary risk of change in the floating interest rate and payment in foreign currency towards principal and interest at future date is managed by entering into a interest rate swap and foreign exchange forward rate purchase agreement respectively.

The Group's risk management strategy and how it is applied to manage risk is explained in Note 44.

The Cross currency swap, Interest rate swap and foreign exchange forward currency agreements are entered to fully hedge the risk on account of change in interest rate and foreign exchange fluctuations on account of the external commercial borrowings.

Interest rate swap has been taken in respect of the same contract for which forward contract has been entered, accordingly notional value of interest rate swap is not shown separately.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

ii) Collateral and other credit enhancements

The amount and type of collateral required depends on an assessment of the credit risk of the counterparty.

(1) The main types of collateral obtained across respective business division are as follows:

a Corporate and SME Finance division:
First charge over real estate properties, plant and machineries, inventory and trade receivables, equity and debt securities, floating charge over the corporate assets are obtained. For Construction equipment finance, the asset is hypothecated to the Company.

b Consumer, Housing finance and advisory business:
For housing loans, mortgage against residential property is obtained. For loan against property, mortgage against residential and commercial property is obtained. For Construction finance, additionally mortgage over residential and commercial project is obtained.

c Infrastructure finance:

The term loans are secured by charge on assets and cash flows of the underlying solar and road projects.

(2) The table represents categories of collaterals available against the loan exposures:

Particulars	**Category of collateral available**
Financial assets	
Loans	
Bills purchased and bills discounted	Charge on trade receivables and inventories
Term loans Credit substitutes	1) **Commercial and SME Finance Division** A) Charge over: i) Real estate properties (including residential and commercial), ii) Property and equipment, iii) Inventory and trade receivables, iv) Marketable securities (equity and debt securities) B) Hypothecation of underlying asset financed such as construction and earth moving equipment, vehicles and tractors C) Floating charge on corporate assets as mentioned in point a above **2) Consumer, Housing finance and advisory business** A) Real estate properties (including residential and commercial), B) Land C) Under construction flat **3) Infrastructure finance division** Secured by charge on assets and cash flows of the underlying solar and road projects.
Finance lease and hire purchase	Hypothecation of the underlying asset financed, primarily includes plant and equipment
Factoring	Charge on Trade receivables and inventories
Retained portion of assigned loans	Mortgages over residential properties

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(3) Assets obtained by taking possession of collateral:

The Group's collection policy is to pursue timely realisation of the collateral in an orderly manner. The Group upon a customer account becoming delinquent, undertakes the process to physically repossess properties or other assets with the help of external agents to recover funds, to settle outstanding. Any surplus funds if any received are returned to the customers/obligors. As a result of this practice, the residential properties, vehicles, construction equipments and tractors under legal repossession processes are not recorded on the balance sheet and not treated as non–current assets held for sale. Asset in the form of real estate property, plant and machinery, shares and securities received upon final settlement of the loan is recorded as non-current assets held for sale Management monitors the market value of collateral as per the Credit monitoring process and will request additional collateral in accordance with the underlying agreement as applicable.

The table represents categories of collaterals available against the Stage 3 assets, basis valuation available with the Group:

(₹ in crore)

Particulars	Category of collateral available	As at March 31, 2024	As at March 31, 2023
Financial asset measured at Amortised Cost and FVTOCI Loans			
Bills purchased and bills discounted	Charge on trade receivables and inventories	**-**	-
Term loans	A) Charges over: i) real estate properties (including residential and commercial), ii) Property and equipment, iii) inventory and trade receivables,	**907.84**	1098.32
Credit substitutes	iv) marketable securities (equity and debt securities) B) hypothecation of underlying asset financed such as construction and earth moving equipment, vehicles and tractors C) floating charge on corporate assets as mentioned in point A	**-**	-
Total		**907.84**	1098.32

Note: Fresh valuation is obtained for stage 3 assets upon becoming overdue for more than 15 months.

iii Amounts arising from ECL

Impairment allowance on financial asset is covered in note 2(xiii)

Inputs, assumptions and estimation techniques used for estimating ECL

1) Inputs:

When determining whether the risk of default on a financial instrument has increased significantly since initial recognition, the Group considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis based on the Group's historical experience, expert credit assessment and including forward looking information.

The Group allocates each exposure to a credit risk grade based on a days past due, which is a quantitative factor that indicates the risk of default. Additional factors such as customer fraud, reschedulement of loans and directions by the risk management committee to exit certain risky portfolios are also considered as qualitative factor. These factors are applied uniformly for each lending. The determination of the credit risk is for each product, considering the unique risk and rewards associated with it. The Group has observed varied level of risk across these stage and buckets and a significant increase in risk in stage 2 and stage 3.

The objective of the ECL assessment is to identify whether a significant increase in credit risk has occurred for an exposure by comparing the remaining lifetime probability of default (PD) as at the reporting date; with the remaining lifetime PD for this point in time that was estimated at the time of initial recognition of the exposure and adjusted for changes on account of prepayments.

In assessing the impairment of loan assets under expected credit loss (ECL) Model, the loans have been segmented into three stages based on the risk profiles. The three stages reflect the general pattern of credit deterioration of a financial instrument.

Refer note 2(xiii) in Material accounting policies for definition of Stages of Asset

2) Assumptions:

The Group has applied following assumptions for determination of ECL.

1) "Loss given default" (LGD) is an estimate of loss from a transaction given that a default occurs.

2) "Probability of default" (PD) is defined as the probability of whether the borrowers will default on their obligations in the future. For assets which are in Stage 1, a 12-month PD is required. For Stage 2 assets a lifetime PD is required while Stage 3 assets are considered to have a 100% PD.

3) "Exposure at default" (EAD) represents the expected exposure in the event of a default and is the gross carrying amount in case of the financial assets held by the Group including loan commitments.

4) Definition of default: A default on a financial asset is when the counterparty fails to make the contractual payments within 90 days of when they fall due. Accordingly, the financial assets shall be classified as Stage 3, if on the reporting date, it has been more than 90 days past due. Further if the customer has requested forbearance in repayment terms, such restructured, rescheduled or renegotiated accounts are also classified as Stage 3. Non-payment on another obligation of the same customer is also considered as a stage 3.

5) Forward looking information:

The Group incorporates forward looking information into both assessments of whether the credit risk of an instrument has increased significantly since its initial recognition and its measurement of ECL. Based on the consideration of a variety of external actual and forecast information, the Group forms a 'base case' view of the future direction of relevant economic variables such as real GDP, domestic credit growth, money market interest rate etc. as well as a representative range of other possible forecast scenarios. This process involves developing two or more additional economic scenarios and considering the relative probabilities of each outcome. The base case represents a most likely outcome in a normal distribution curve while the other scenarios represent more optimistic and more pessimistic outcomes. More weight is applied to pessimistic outcome consistently as a matter of prudence than optimistic outcome.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

6) Assessment of significant increase in credit risk:

The credit risk on a financial asset of the Group are assumed to have increased significantly since initial recognition when contractual payments are more than 30 days past due. Additionally, accounts identified and reviewed by the Executive committee for labelling as breaching pre-defined critical credit risk parameters will also be classified as stage 2. Accordingly, the financial assets shall be classified as Stage 2, based on the quantitative as well as qualitative factors.

3) Estimation techniques:

The Group has applied the following estimation technique for ECL model:

1) The Group has used historic default rates for calculating the 12-month PD and Lifetime PDs
2) Loss given default is calculated after considering outstanding at the time of default and adjusting for actual recoveries basis time value of money.

Credit risk monitoring techniques

Exposures are subject to ongoing monitoring, which may indicate that a significant increase in credit risk has occurred on an exposure. The monitoring typically involves use of the following data for Corporate and Retail exposures:

i) Overdue status
ii) Restructuring, reschedulement of loans and requests for granting of forbearance
iii) Fraudulent customer
iv) Exit directed by the Risk management committee
v) Accounts classified by SICR committee indicating significant increase in credit risk
vi) Information published in the Basel IRB (Basel internal rating based approach refers to set of credit measurement techniques proposed by the Basel Committee on Bank Supervision (BCBS) for determining capital adequacy of the bank) norms is also used Days past due are a primary input for the determination of the PD for exposures. The Group collects performance and default information about its credit risk exposures analysed by product. For some portfolios, information published in Basel IRB norms is also used.

The Group employs statistical models to analyse the data collected and generate estimates of the remaining lifetime PD of exposures and how these are expected to change as a result of the passage of time. Such statistical models are selected considering the availability of information related to the probability of default for each product.

This analysis includes the identification and calibration of relationships between changes in default rates and changes in key macro-economic factors. Key macro-economic indicators includes but are not limited to Private consumption, Real GDP, Consumer prices, Long-term bond yield, Unemployment Rate, Gross fixed investment rate etc.

For the purpose of determination of impact of forward looking information, the Group applies various macro economic (ME) variables as stated above to each product and assess the trend of the historical probability of defaults as compared to the forecasted probability of default. Based on the directional trend of output, management applies an overlay if required. Overtime, new ME variable may emerge to have a better correlation and may replace ME being used now.

Based on advice from the external risk management experts, the Group considered variety of external actual and forecast information to formulate a 'base case' view of the future direction of relevant economic variables as well as a representative range of other possible forecast scenarios. Such forecasts are adjusted to estimate the PDs.

Predicted relationships between the key indicators and default and loss rates on various portfolios of financial assets have been developed based on analysing historical data over the past 5 years.

A maximum of a 12-month PD or actual contractual tenure is considered for financial assets for which credit risk has not significantly increased. The Group measures ECL for stage 2 and stage 3 assets considering the risk of default over the maximum contractual period over which it is exposed to credit risk.

The loans are segmented into homogenous product categories to determine the historical PD/LGD as per similar risk profiles, this segmentation is subject to regular review

For portfolios in respect of which the Group has limited historical data, external benchmark information is used to supplement the internally available data or internal benchmark with similar credit risk profile.

vii) Techniques for determining LGD:

LGD is the magnitude of the likely loss if there is a default. The Group estimates LGD parameters based on the history of recovery rates against defaulted counterparties. The LGD models consider the cash flow received, assets received in lieu of settlement of loan and collateral available for subsequent recovery that is integral to the financial asset. LGD estimates are calculated on a discounted cash flow basis using the contractual interest rate (approximation to expected EIR) as the discounting factor. Group has observed challenges in the resolution of defaulted accounts with ageing more than two years and accordingly a higher LGD estimate is applied assuming nil recoveries towards such accounts. The Group has prospectively adopted collection curve method for computation of loss given defaults to determine expected credit losses, in the Absence of observed history of default, LGD applied is based on Basel IRB norms for certain products.

viii) Techniques for computation of EAD

a) EAD represents the expected exposure in the event of a default. The Company derives the EAD from the current exposure to the counterparty and potential changes to the current amount allowed under the contract including amortisation. The EAD of a financial asset is its gross carrying amount. For lending commitments, the EAD includes the amount drawn, as well as potential future amounts that may be drawn under the contract, which are estimated based on credit conversion factor for various loan commitments. For financial assets in stage 2, EAD is determined by estimating the possible exposure in future using linear amortisation techniques.

b) When estimating ECL for undrawn loan commitments, the company estimates the expected portion of the loan commitment that will be drawn down over its expected life. ECL is the present value of the difference between the contractual cash flows that are due to the Company if the holder of the commitment draws down the loan and the cash flows that the Company expects to receive if the loan is drawn down.

ix) Modified financial assets

The Group renegotiates loans to customers in financial difficulties (referred to as forbearance activities, restructuring or rescheduling) to maximise collection opportunities and minimise the risk of default. Under the Companies forbearance policy, loan forbearance is granted on a selective basis if the debtor is currently in default on its debt or if there is a high risk of default, there is evidence that the debtor made all reasonable efforts to pay under the original contractual terms and the debtor is expected to be able to meet the revised terms.

The revised terms usually include extending the maturity, changing the timing of interest payments and amending the terms of loan covenants. Both retail and corporate loans are subject to the forbearance policy. The Risk Management Committee regularly reviews reports on forbearance activities.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Upon renegotiation, such accounts are classified as stage 3. Such accounts are upgraded to stage 1 only upon observation of satisfactory repayments for at least one year from the commencement of the first payment of interest or principal (whichever is later).

Pursuant to RBI Covid restructuring policy, accounts for which Covid restructuring facility were given have been reclassified from Stage I to Stage II if DPD at invocation was between 0-30 and If the DPD was 30+ then the accounts were further downgraded within Stage II and corresponding staging wise ECL provision was done.

An analysis of changes in the gross carrying amount and the corresponding ECL allowances in relation to lending is, as follows:

a) (₹ in crore)

Gross carrying amount	As at March 31, 2024				As at March 31, 2023			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Opening balance	**1,14,651.83**	**3,485.34**	**2,059.69**	**1,20,196.86**	**86,735.56**	**4,792.42**	**1,777.78**	**93,305.76**
New assets originated or purchased/further increase in existing assets	**84,875.80**	**244.92**	**150.24**	**85,270.96**	70,542.50	1,096.21	298.36	71,937.07
Assets derecognised or repaid (excluding write offs)	**(42,084.15)**	**(1,109.91)**	**(389.68)**	**(43,583.74)**	(41,931.61)	(2,093.70)	(477.85)	(44,503.16)
Transfers to Stage 1	**211.09**	**(157.36)**	**(53.76)**	**-**	316.19	(200.94)	(115.97)	-
Transfers to Stage 2	**(789.21)**	**835.37**	**(54.08)**	**-**	(472.11)	506.53	(34.42)	-
Transfers to Stage 3	**(788.50)**	**(337.17)**	**1,125.67**	**-**	(481.51)	(513.84)	995.35	-
Amounts written off	**(122.16)**	**(57.05)**	**(473.79)**	**(653.00)**	(57.91)	(101.34)	(383.56)	(542.81)
Closing balance	**1,55,962.62**	**2,904.14**	**2,364.32**	**1,61,231.08**	**1,14,651.83**	**3,485.34**	**2,059.69**	**1,20,196.86**

b) (₹ in crore)

Impairment allowance on Loans	As at March 31, 2024				As at March 31, 2023			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Opening balance	**851.04**	**754.68**	**1,587.53**	**3,193.25**	**439.33**	**1,190.46**	**1,262.37**	**2,892.16**
Remeasurement due to changes in EAD/estimates	**678.20**	**132.40**	**763.12**	**1,573.72**	668.28	278.70	723.95	1,670.93
Assets derecognised or repaid (excluding write offs)	**(374.79)**	**(328.58)**	**(323.54)**	**(1,026.91)**	(134.72)	(450.21)	(362.45)	(947.38)
Transfers to Stage 1	**2.18**	**(1.82)**	**(0.36)**	**-**	4.57	(3.63)	(0.94)	-
Transfers to Stage 2	**(32.44)**	**42.89**	**(10.45)**	**-**	(25.22)	29.97	(4.75)	-
Transfers to Stage 3	**(65.80)**	**(113.57)**	**179.37**	**-**	(96.11)	(212.08)	308.19	-
Amounts written off*	**(9.76)**	**(33.84)**	**(443.23)**	**(486.83)**	(5.09)	(78.53)	(338.84)	(422.46)
Closing balance	**1,048.63**	**452.16**	**1,752.44**	**3,253.23**	**851.04**	**754.68**	**1,587.53**	**3,193.25**

* The above amount written off is subject to the enforcement of the security.

Modified financial assets

The Group renegotiates loans given to customers in financial difficulties (referred to as forbearance activities, restructuring or rescheduling) to maximise collection opportunities and minimise the risk of default. Under the Group's forbearance policy, loan forbearance is granted on a selective basis if the customer is currently in default on its debt or if there is a high risk of default, there is evidence that the customer made all reasonable efforts to pay under the original contractual terms and the customer is expected to be able to meet the revised terms.

The revised terms usually include extending the maturity, changing the timing of interest payments and amending the terms of loan covenants. Both retail and corporate loans are subject to the forbearance policy. The Risk Management Committee regularly reviews reports on forbearance activities.

Upon renegotiation, such accounts are classified as stage 3. Such accounts are upgraded to stage 1 only upon observation of satisfactory repayments of one year from the date of such down-gradation and accordingly loss allowance is measured using 12 month PD.

Exposure to modified financial assets

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Loan exposure to modified financial assets		
Gross carrying amount	**2,074.58**	3,007.79
Impairment allowance	**598.46**	923.48
Net carrying amount	**1,476.12**	**2,084.31**

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

B. Liquidity risk

i. Maturity analysis for financial liabilities and financial assets

The following tables set out the remaining contractual maturities of the Group's financial liabilities and financial assets:

(₹ in crore)

As at March 31, 2024	Carrying amount	Gross nominal inflow/ outflow	Less than 1 month	1-3 months	3 months -1 year	1-5 years	More than 5 years	Upto 1 Year	More than 1 Year
Financial asset by type									
Cash and cash equivalents	6,771.16	6,771.16	6,284.21	-	486.95	-	-	6,771.16	-
Bank balances	224.42	224.42	31.72	0.73	165.57	26.40	-	198.02	26.40
Derivative assets	242.62	242.62	-	0.05	3.14	239.43	-	3.19	239.43
Receivables	91.26	91.26	21.51	69.75	-	-	-	91.26	-
Loans	1,57,760.55	1,57,760.55	9,156.15	10,931.92	29,581.65	51,573.11	56,517.72	49,669.72	1,08,090.83
Investments	7,902.02	7,902.02	4,718.12	24.64	12.51	853.00	2,293.75	4,755.27	3,146.75
Other Financial Assets	571.15	571.15	142.52	260.52	157.17	10.36	0.58	560.21	10.94
Total	1,73,563.18	1,73,563.18	20,354.23	11,287.61	30,406.99	52,702.30	58,812.05	62,048.83	1,11,514.35
Financial liabilities by type									
Derivative liabilities	46.33	46.33	0.05	0.07	1.29	44.92	-	1.41	44.92
Trade and other payables	1,407.21	1,407.21	441.78	542.67	250.97	171.79	-	1,235.42	171.79
Debt securities	60,503.68	60,503.68	937.40	8,221.46	10,279.12	29,779.70	11,286.00	19,437.98	41,065.70
Borrowings	79,142.88	79,142.88	1,543.96	8,324.70	19,693.16	45,733.09	3,847.97	29,561.82	49,581.06
Subordinated liabilities	8,538.73	8,538.73	69.77	17.88	1,168.74	2,617.45	4,664.89	1,256.39	7,282.34
Lease liabilities	326.53	326.53	4.95	9.09	29.28	183.44	99.77	43.32	283.21
Other financial liabilities	1,378.02	1,378.02	295.67	400.54	267.07	414.74	-	963.28	414.74
Total	1,51,343.38	1,51,343.38	3,293.58	17,516.41	31,689.63	78,945.13	19,898.63	52,499.62	98,843.76
Market Borrowings	69,083.37	69,083.37	1,017.87	8,239.33	11,478.13	32,397.15	15,950.89	20,735.33	48,348.04
Bank borrowings	79,101.92	79,101.92	1,533.26	8,324.71	19,662.89	45,733.09	3,847.97	29,520.86	49,581.06
Total	1,48,185.29	1,48,185.29	2,551.13	16,564.04	31,141.02	78,130.24	19,798.86	50,256.19	97,929.10

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

As at March 31, 2023	Carrying amount	Gross nominal inflow/ outflow	Less than 1 month	1-3 months	3 months -1 year	1-5 years	More than 5 years	Upto 1 Year	More than 1 Year
Financial asset by type									
Cash and cash equivalents	3,058.88	3,058.88	2,776.21	2.66	280.01	-	-	3,058.88	-
Bank balances	257.82	257.82	0.62	0.42	256.73	0.05	-	257.77	0.05
Derivative assets	229.58	229.58	30.92	0.13	0.37	198.16	-	31.42	198.16
Receivables	75.28	75.28	12.22	55.16	7.90	-	-	75.28	-
Loans	1,16,788.72	1,16,788.72	8,852.98	11,617.15	20,422.99	35,584.45	40,311.15	40,893.12	75,895.60
Investments	12,658.97	12,658.97	8,520.88	34.14	62.08	959.51	3,082.36	8,617.10	4,041.87
Other Financial Assets	364.12	364.12	54.31	165.72	103.20	39.33	1.56	323.23	40.89
Total	**1,33,433.37**	**1,33,433.37**	**20,248.14**	**11,875.38**	**21,133.28**	**36,781.50**	**43,395.07**	**53,256.80**	**80,176.57**
Financial liabilities by type									
Derivative liabilities	62.32	62.32	0.09	0.08	57.47	4.68	-	57.64	4.68
Trade and other payables	1,239.19	1,239.19	411.49	443.86	238.53	145.31	-	1,093.88	145.31
Debt securities	51,375.58	51,375.58	1,796.44	5,112.73	13,041.49	22,922.78	8,502.14	19,950.66	31,424.92
Borrowings	54,934.13	54,934.13	2,433.01	5,157.38	13,511.87	32,736.82	1,095.05	21,102.26	33,831.87
Subordinated liabilities	7,026.20	7,026.20	27.11	41.00	852.76	2,719.13	3,386.20	920.87	6,105.33
Lease liabilities	205.38	205.38	3.56	6.53	26.24	107.44	61.61	36.33	169.05
Other financial liabilities	1,986.77	1,986.77	875.42	392.83	273.99	444.53	-	1,542.24	444.53
Total	**1,16,829.57**	**1,16,829.57**	**5,547.12**	**11,154.41**	**28,002.35**	**59,080.69**	**13,045.00**	**44,703.88**	**72,125.69**
Market Borrowings	58,010.01	58,010.01	1,834.06	5,169.42	13,476.28	25,641.91	11,888.34	20,479.76	37,530.25
Bank borrowings	55,325.90	55,325.90	2,422.50	5,141.69	13,929.84	32,736.82	1,095.05	21,494.03	33,831.87
Total	**1,13,335.91**	**1,13,335.91**	**4,256.56**	**10,311.11**	**27,406.12**	**58,378.73**	**12,983.39**	**41,973.79**	**71,362.12**

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

ii. Financial assets position pledged / not pledged

The total financial assets demonstrating position of pledged and not pledged assets are shown in the below table:

(₹ in crore)

Particulars	As at March 31, 2024			As at March 31, 2023		
	Pledged	Not Pledged	Total	Pledged	Not Pledged	Total
ASSETS						
Financial assets	**1,62,071.75**	**11,491.43**	**1,73,563.18**	**1,20,865.42**	**12,567.95**	**1,33,433.37**
Cash and cash equivalents	**4,843.59**	**1,927.57**	**6,771.16**	2,964.27	94.61	3,058.88
Bank Balance other than (a) above	**1.24**	**223.18**	**224.42**	0.63	257.19	257.82
Derivatives financial instruments	**-**	**242.62**	**242.62**	-	229.58	229.58
Trade Receivables	**-**	**89.38**	**89.38**	-	74.91	74.91
Other Receivables	**-**	**1.88**	**1.88**	-	0.37	0.37
Loans	**1,57,226.92**	**533.63**	**1,57,760.55**	1,15,747.04	1,041.68	1,16,788.72
Investments	**-**	**7,902.02**	**7,902.02**	2,153.48	10,505.49	12,658.97
Other financial assets	**-**	**571.15**	**571.15**	-	364.12	364.12
Non-financial Assets	**2.17**	**3,128.63**	**3,130.80**	**0.42**	**2,192.31**	**2,192.73**
Current tax asset	**-**	**167.31**	**167.31**	-	172.08	172.08
Deferred tax Assets (Net)	**-**	**466.50**	**466.50**	-	381.07	381.07
Investments accounted using equity method	**-**	**830.78**	**830.78**	-	595.07	595.07
Investment property	**0.22**	**2.80**	**3.02**	0.24	19.63	19.87
Property, Plant and Equipment	**1.95**	**830.98**	**832.93**	0.18	486.09	486.27
Capital work-in-progress	**-**	**4.15**	**4.15**	-	11.30	11.30
Intangible assets under development	**-**	**4.11**	**4.11**	-	8.72	8.72
Other Intangible assets	**-**	**42.79**	**42.79**	-	32.55	32.55
Right to use assets	**-**	**311.59**	**311.59**	-	193.93	193.93
Other non-financial assets	**-**	**467.62**	**467.62**	-	291.87	291.87
Total Assets	**1,62,073.92**	**14,620.06**	**1,76,693.98**	**1,20,865.84**	**14,760.26**	**1,35,626.10**

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

C. Market risk

i The following table sets out the allocation of assets and liabilities to non-trading portfolios. The Group does not allocate the assets and liabilities to trading portfolios.

(₹ in crore)

Particulars	Market risk measure	
	As at March 31, 2024	As at March 31, 2023
Financial assets		
Cash and cash equivalents	**6,771.16**	3,058.88
Bank balances	**224.42**	257.82
Derivative financial instruments	**242.62**	229.58
Trade receivables	**89.38**	74.91
Other receivables	**1.88**	0.37
Loans	**1,57,760.55**	1,16,788.72
Investments	**7,902.02**	12,658.97
Other financial assets	**571.15**	364.12
Total	**1,73,563.18**	**1,33,433.37**
Financial liabilities		
Derivatives financial instruments	**46.33**	62.32
Total outstanding dues of micro enterprises and small enterprises	**3.82**	7.03
Total outstanding dues of creditors other than micro enterprises and small enterprises	**1,403.39**	1,232.16
Debt securities	**60,503.68**	51,375.58
Borrowings (Other than debt securities)	**79,142.88**	54,934.13
Subordinated liabilities	**8,538.73**	7,026.20
Lease liabilities	**326.53**	205.38
Other financial liabilities	**1,378.02**	1,986.77
Total	**1,51,343.38**	**1,16,829.57**

i Exposure to interest rate risk - Non-trading portfolios

Group carries out interest rate sensitivity analysis to assess the impact on earnings, of interest rate movement considering the rate sensitive assets and rate sensitive liabilities upto one year period. The fixed rate assets and liabilities which are falling due on residual basis within one year have been considered as floating rate assets and liabilities basis the minimum of 'interest rate reset date or maturity of the contract'. The basis risk between various benchmark linked to assets and liabilities are considered to be insignificant.

Below table illustrates impact on earnings on account of 100 bps change on in interest rate on the assets and liabilities due for repayment / rate reset in next one year.

As on March 31, 2024 (₹ in crore)

Particulars	Less than 1 Year	@ 100bps change increase	@ 100bps change decrease
Rate sensative assets	**1,44,885.08**	**1,183.06**	**(1,183.06)**
Rate sensative liabilities	**1,06,192.81**	**806.51**	**(806.51)**
Net	**38,692.27**	**376.55**	**(376.55)**

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

As on March 31, 2023 (₹ in crore)

Particulars	Less than 1 Year	@ 100bps change increase	@ 100bps change decrease
Rate sensative assets	1,17,899.20	934.13	(934.13)
Rate sensative liabilities	82,818.28	604.12	(604.12)
Net	**35,080.92**	**330.01**	**(330.01)**

The following table sets forth, for the periods indicated, the break-up of borrowings into variable rate and fixed rate.

Particulars	As at March 31, 2024	As at March 31, 2023
Variable rate borrowings	**47%**	49%
Fixed rate borrowings	**53%**	51%
Total borrowings	**100%**	**100%**

ii Exposure to currency risks - Non-trading portfolios

The Group has entered into derivative contract to fully hedge the risk.

The Group's exposure to foreign currency risk at on March 31, 2024 expressed in ₹, are as follows:

(₹ in crore)

Particulars	March 31, 2024				March 31, 2023			
	USD	EURO	JPY	SGD	USD	EURO	JPY	SGD
Letter of Credit/Buyers Credit	-	**0.37**	-	-	4.28	1.96	-	-

(₹ in crore)

Particulars	Impact on profit after tax March 31, 2024				Impact on profit after tax March 31, 2023			
	USD	EURO*	JPY	SGD	USD	EURO	JPY	SGD
Sensitivity - Increase by 1%	-	-	-	-	(0.04)	(0.02)	-	-
Sensitivity - Decrease by 1%	-	-	-	-	0.04	0.02	-	-

**Amount less than fifty thousand*

iii. Foreign currency risk exposure- subsidiaries

The foreign currency risk from monetary asset and liabilities as at March 31, 2024 is as follows:

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
	US Dollar	US Dollar
Net exposure to foreign currency risk in respect of recognised financial assets / (financial liabilities)	**566.19**	613.80

Sensativity analysis between Indian Rupee and US Dollar:

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
1% Depreciation in ₹ - Impact on P&L	**0.22**	0.18
1% Appreciation in ₹ - Impact on P&L	**(0.22)**	(0.18)

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 46: Liquidity risk

i. Exposure to liquidity risk

The Group has set tolerance limits in the light of the Group's business objectives, strategic direction and overall risk appetite. The tolerance limits reflects balance between profitability and managing liquidity risk and considers Group's current financial condition and funding capacity. The Group maintains liquidity buffer of unencumbered highly liquid assets (if required) to insure against liquidity stress events.

ii. Maturity analysis of assets and liabilities

The table below set out carrying amount of assets and liabilities according to when they are expected to be recovered or settled. With regard to loans and advances to customers, the Group uses the same basis of expected repayment behaviour as used for estimating the EIR. Issued debt reflect the contractual coupon amortisations.

(₹ in crore)

Particulars	As at March 31, 2024			As at March 31, 2023		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
ASSETS						
Financial assets	**62,048.83**	**1,11,514.35**	**1,73,563.18**	**53,256.80**	**80,176.57**	**1,33,433.37**
Cash and cash equivalents	**6,771.16**	**-**	**6,771.16**	3,058.88	-	3,058.88
Bank Balance other than (a) above	**198.02**	**26.40**	**224.42**	257.77	0.05	257.82
Derivatives financial assets	**3.19**	**239.43**	**242.62**	31.42	198.16	229.58
Receivables	**91.26**	**-**	**91.26**	75.28	-	75.28
Loans	**49,669.72**	**1,08,090.83**	**1,57,760.55**	40,893.12	75,895.60	1,16,788.72
Investments	**4,755.27**	**3,146.75**	**7,902.02**	8,617.10	4,041.87	12,658.97
Other financial assets	**560.21**	**10.94**	**571.15**	323.23	40.89	364.12
Non-financial Assets	**450.31**	**2,680.49**	**3,130.80**	**291.74**	**1,900.99**	**2,192.73**
Current tax asset	**5.44**	**161.87**	**167.31**	14.01	158.07	172.08
Deferred tax Assets (net)	**-**	**466.50**	**466.50**	-	381.07	381.07
Investments accounted using equity method	**-**	**830.78**	**830.78**	-	595.07	595.07
Investment property	**-**	**3.02**	**3.02**	-	19.87	19.87
Property, Plant and Equipment	**-**	**832.93**	**832.93**	-	486.27	486.27
Capital work-in-progress	**-**	**4.15**	**4.15**	-	11.30	11.30
Intangible assets under development	**-**	**4.11**	**4.11**	-	8.72	8.72
Other Intangible assets	**-**	**42.79**	**42.79**	-	32.55	32.55
Right of use assets	**-**	**311.59**	**311.59**	-	193.93	193.93
Other non-financial assets	**444.87**	**22.75**	**467.62**	277.73	14.14	291.87
Total Assets	**62,499.14**	**1,14,194.84**	**1,76,693.98**	**53,548.54**	**82,077.56**	**1,35,626.10**

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

(₹ in crore)

Particulars	As at March 31, 2024			As at March 31, 2023		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
LIABILITIES						
Financial Liabilities	**52,499.62**	**98,843.76**	**1,51,343.38**	**44,703.88**	**72,125.69**	**1,16,829.57**
Derivative financial liabilities	**1.41**	**44.92**	**46.33**	57.64	4.68	62.32
Trade and other payables	**1,235.42**	**171.79**	**1,407.21**	1,093.88	145.31	1,239.19
Debt Securities	**19,437.98**	**41,065.70**	**60,503.68**	19,950.66	31,424.92	51,375.58
Borrowings (Other than debt securities)	**29,561.82**	**49,581.06**	**79,142.88**	21,102.26	33,831.87	54,934.13
Subordinated liabilities	**1,256.39**	**7,282.34**	**8,538.73**	920.87	6,105.33	7,026.20
Lease liabilities	**43.32**	**283.21**	**326.53**	36.33	169.05	205.38
Other financial liabilities	**963.28**	**414.74**	**1,378.02**	1,542.24	444.53	1,986.77
Non-Financial Liabilities	**394.36**	**374.13**	**768.49**	**641.38**	**6.48**	**647.86**
Current tax liability	**31.08**	**365.65**	**396.73**	337.98	-	337.98
Provisions	**98.35**	**8.48**	**106.83**	92.98	6.48	99.46
Other non financial liabilities	**264.93**	**-**	**264.93**	210.42	-	210.42
Total liabilities	**52,893.98**	**99,217.89**	**1,52,111.87**	**45,345.26**	**72,132.17**	**1,17,477.43**
Net	**9,605.16**	**14,976.95**	**24,582.11**	**8,203.28**	**9,945.39**	**18,148.67**

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 47: Details of transactions with companies struck off under section 248 of the Companies Act, 2013:

Name of Struck off Company	Nature of transactions	As at March 31, 2024 (₹ in crore)	As at March 31, 2023 (₹ in crore)	Relation ship with the struck off company	Subsidiary Company
Safna Consultancy Pvt Ltd	Debenture	**0.27**	0.26	Debenture Holder	Tata Capital Limited
Manak Realtors Pvt Ltd	Loan	**0.18**	0.24	Borrower	Tata Capital Limited
Bonaventura Constructions	Loan	**NA**	-*	Borrower	Tata Capital Limited
G R Foundations Pvt Ltd	Loan	**NA**	0.01	Borrower	Tata Capital Limited
Solar Equipment Pvt Limited	Loan	**-**	0.10	Borrower	Tata Capital Limited
Pravik Minerals Ltd	Loan	**NA**	0.04	Borrower	Tata Capital Limited
First Office Solutions India Pvt Limited	Loan	**0.05**	0.07	Borrower	Tata Capital Limited
Paradise Instruments Pvt Ltd	Loan	**-**	2.79	Borrower	Tata Capital Limited
Vaishnavi Healthcare Pvt Ltd	Loan	**NA**	0.80	Borrower	Tata Capital Limited
Harbinger Bay Advertising Pvt Limited	Loan	**NA**	0.08	Borrower	Tata Capital Limited
Uark Entertainment Opc Pvt Limited	Loan	**0.02**	0.04	Borrower	Tata Capital Limited
India Glycols Ltd	Loan	**-***	17.78	Borrower	Tata Capital Limited
J K Cement Limited	Debenture	**20.00**	NA	Debenture Holder	Tata Capital Limited
Armam Agro Udyog Private Limited	Loan	**0.04**	0.05	Borrower	Tata Capital Housing Finance Limited
Peoplepro Trainers and Consultants Pvt Ltd	Loan	**0.21**	0.21	Borrower	Tata Capital Housing Finance Limited
Sinclaire Inns and Resorts Private Limit	Loan	**0.27**	0.28	Borrower	Tata Capital Housing Finance Limited
Sahujain Services Limited#	Subscriptions to NCDs	**NA**	1.10	NCDs Holder	Tata Capital Housing Finance Limited
Capital Infussion India Private Limited	Trade Payable	**-***	NA	Vendor	Tata Capital Housing Finance Limited
India Finsol Private Limited	Trade Payable	**-***	NA	Vendor	Tata Capital Housing Finance Limited
K & S Financial Services Private Limited	Trade Payable	**-***	NA	Vendor	Tata Capital Housing Finance Limited
Metropolitan Stationers (B) Pvt Ltd.	Printing and stationary expenses	**-***	-*	Creditor	Tata Securities Limited

Amount less than ₹50,000

* The status of the Company has changed to Active as on March 31, 2024

The above disclosure has been prepared basis the relevant information compiled by the Company on best effort basis.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 48: On cessation of equity broking activities in 2003 in Tata Securities Limited (Erstwhile known as Tata TD Waterhouse Securities Limited), the Company had reconciled the stocks held in its beneficiary account on behalf of clients .The stocks after reconciliation was transferred to DP opened in IL&FS Securities Limited (DP a/c no-10920737). In March 20, 2020 DP account was opened in Tata Securities Limited (DP a/c no-257091) and all the stocks from IL&FS Securities Limited (DP a/c no-10920737) DP accounts were transferred to Tata Securities DP accounts except stock of Cyberspace. The Cyberspace stock could not be transfer due to inactive ISIN, so the Cyberspace shares are still lying with IL&FS Securities Limited DP accounts.

There is no client outstanding as on March 31, 2024. The value of the stocks as on March 31, 2024 is ₹ 0.18 crore.

Note 49: The disclosure on the following matters required under Schedule III as amended not being relevant or applicable in case of the Group, same are not covered:

a) The Group has not traded or invested in crypto currency or virtual currency during the financial year.

b) No proceedings have been initiated or are pending against the Group for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder.

c) The Group has not been declared willful defaulter by any bank or financial institution or government or any government authority.

d) No satisfaction of charges are pending to be filed with ROC.

e) There are no transactions which are not recorded in the books of account which have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

Note 50: The Group has assessed its obligations arising in the normal course of business, proceedings pending with tax authorities and other contracts including derivative and long term contracts. In accordance with the provisions of Indian Accounting Standard (Ind AS) - 37 on 'Provisions, Contingent Liabilities and Contingent Assets', the Group recognises a provision for material foreseeable losses when it has a present obligation as a result of a past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. In cases where the available information indicates that the loss on the contingency is reasonably possible but the amount of loss cannot be reasonably estimated, a disclosure to this effect is made as contingent liabilities in the financial statements. The Group does not expect the outcome of these proceedings to have a materially adverse effect on its financial results.

Note 51: The Board of Directors have recommended a final dividend of ₹ 0.21 per equity share for the financial year 2023-24 resulting in a total dividend of ₹ 78.67 crore subject to approval of the shareholders in the forthcoming Annual General Meeting of the Company.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 52: The Board of Directors of Tata Capital Limited ('the Company' or "TCL') at its meeting held on March 28, 2023, approved a Scheme of Arrangement for the merger of Tata Capital Financial Services Limited ("TCFSL"), a wholly owned subsidiary of the Company and Tata Cleantech Capital Limited ("TCCL"), a subsidiary of the Company with TCL ("the Scheme"), under Sections 230 to 232 read with Section 66 and other applicable provisions of the Companies Act, 2013 ("the Act") and the Rules made thereunder. The Scheme was approved by the shareholders (Equity and Preference) of the Company at the National Company Law Tribunal ("NCLT") convened meetings of the shareholders of the Company held on September 15, 2023. The Hon'ble NCLT vide its Order dated November 24, 2023 has sanctioned the Scheme. Upon receipt of all requisite approvals, TCFSL, TCCL and the Company have filed the relevant Forms with the Register of Companies on January 01, 2024. Accordingly, the Scheme has become effective on January 01, 2024 ("Effective Date") and TCFSL & TCCL have merged with the Company from the Effective Date. As per the Scheme, the Appointed Date is April 01, 2023. Accordingly, the figures and disclosures pertaining to previous periods/year have been re-stated/re-cast taking into account the effect of the Scheme.

Upon the Scheme becoming effective:

a) TCL is carrying on all the business activities undertaken by TCFSL and TCCL as an NBFC. From the Appointed Date to the Effective Date, the said businesses would continue to be carried on by TCFSL and TCCL for and on behalf of and in trust for TCL.

b) All the shares of TCFSL and TCCL held by TCL (either directly and/or through nominees) would stand cancelled without any further application, act or deed.

c) 7,16,48,559 Equity Shares of TCL have been allotted to International Finance Corporation, being the shareholder of TCCL as on Record date i.e. January 01, 2024 in accordance with the share exchange ratio based on the valuation carried out by independent valuers.

d) The holders of Non-Convertible Debentures (NCDs) of TCFSL and TCCL will become holders of NCDs of TCL on the same terms and conditions (including same rights, interests and benefits).

Further, in accordance with the NOC received from RBI for the Scheme, the Certificates of Registration held by TCFSL and TCCL as NBFCs have been surrendered to RBI. The Company has made an application to RBI for registering as an NBFC-ICC and the Certificate of Registration for the same is awaited. Basis the NOC received from RBI for the Scheme, the Company is operating as an NBFC-ICC.

Note 53: The Group has not advanced or loaned or invested (either from borrowed funds or share premium or any other sources or other kind of funds) to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Group ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

The Group has not received any funds (which are material either individually or in the aggregate) from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

NOTES FORMING PART OF CONSOLIDATED FINANCIAL STATEMENTS

Note 54: Figures in the previous year have been regrouped wherever necessary, in order to make them comparable in the current year.

In terms of our report attached,

For KKC & Associates LLP
Chartered Accountants
(formerly Khimji Kunverji & Co LLP)
Firm's Registration No: 105146W/W100621

Hasmukh B. Dedhia
(Partner)
Membership No: 033494
Mumbai

M S K A & Associates
Chartered Accountants
Firm's Registration No: 105047W

Swapnil Kale
(Partner)
Membership No: 117812
Mumbai

May 10, 2024

For and on behalf of the Board of Directors

Saurabh Agrawal
(Chairman)
DIN: 02144558

F. N. Subedar
(Director)
DIN: 00028428

Varsha Purandare
(Independent Director)
DIN : 05288076

Nagaraj Ijari
(Independent Director)
DIN: 09390579

V.S. Radhakrishnan
(Independent Director)
DIN: 08064705

Sujit Kumar Varma
(Independent Director)
DIN: 09075212

Aarthi Subramanian
(Director)
DIN: 07121802

Rajiv Sabharwal
(Managing Director & CEO)
DIN: 00057333

Sarita Kamath
(Head - Legal and Compliance & Company Secretary)

Rakesh Bhatia
(Chief Financial Officer)

Salient Features of Financial Statements of Subsidiaries / Associates / Joint Ventures

Form AOC - 1

(Pursuant to first proviso to sub-section (3) of Section 129 read with Rule 5 of the Companies (Accounts) Rules, 2014)

Statement containing salient features of the financial statements of subsidiaries/associates/joint ventures

Part "A": Subsidiaries

(₹ in crore)

Sr. No	Name of Subsidiary	The date since when subsidiary was acquired	Reporting currency and exchange rate as on the last date of the relevant Financial Year in the case of foreign subsidiaries	Share Capital / Partner's Capital / Unitholder's Capital	Reserves & Surplus	Total Assets	Total Liabilitites	Investments	Turnover	Profit / (Loss) before Taxation	Provision for taxation	Profit / (Loss) After Taxation	Proposed Dividend	% of Shareholding
1	Tata Capital Housing Finance Limited	October 15, 2008	INR	596.15	6,114.85	54,475.34	47,764.34	969.29	5,189.20	1,539.13	391.46	1,147.67	-	100.00
2	Tata Capital Pte. Limited [2]	April 25, 2008	1 USD = 83.3363 INR	180.71	336.19	721.40	204.50	583.57	74.80	24.92	(4.45)	29.37	-	100.00
3	Tata Capital Advisors Pte. Limited [2]	April 25, 2008	1 USD = 83.3363 INR	63.09	23.03	150.02	63.90	0.29	65.69	9.09	0.92	8.17	-	100.00
4	Tata Capital General Partners LLP [2]	January 28, 2010	1 USD = 83.3363 INR	41.67	18.16	81.36	21.53	-	103.29	52.85	-	52.85	-	80.00
5	Tata Capital Growth II General Partners LLP [2]	September 28, 2018	1 USD = 83.3363 INR	0.17	(0.05)	1.52	1.40	-	2.42	(0.26)	-	(0.26)	-	80.00
6	Tata Capital Healthcare General Partners LLP [2]	June 17, 2010	1 USD = 83.3363 INR	0.42	(0.25)	0.44	0.27	-	-	(0.10)	-	(0.10)	-	100.00
7	Tata Capital Healthcare II General Partners LLP[2]	September 12, 2019	1 USD = 83.3363 INR	0.08	0.23	1.06	0.75	-	1.53	0.06	-	0.06	-	100.00
8	Tata Opportunities General Partners LLP [2]	November 01, 2010	1 USD = 83.3363 INR	0.09	(0.27)	8.44	8.62	-	8.26	(0.32)	-	(0.32)	-	90.00
9	Tata Capital PLC [2]	November 10, 2009	1 GBP = 105.1560 INR	10.52	0.15	10.67	-	-	-	-	-	-	-	100.00
10	Tata Securities Limited	July 27, 2007	INR	28.11	0.29	36.28	7.88	17.18	10.00	(13.81)	-	(13.81)	-	100.00
11	Tata Capital Growth Fund I -Trust [3]	July 26, 2010	INR	114.20	522.03	636.71	0.48	635.82	18.91	18.64	0.29	18.35	-	73.75
12	Tata Capital Special Situation Fund - Trust [3]	March 15, 2010	INR	103.25	(103.14)	0.20	0.09	-	0.11	(1.10)	0.04	(1.14)	-	28.20
13	Tata Capital Healthcare Fund I - Trust [3]	May 05, 2010	INR	104.34	(80.33)	24.77	0.76	24.64	0.10	(9.64)	-	(9.64)	-	32.17
14	Tata Capital Healthcare Fund II- Trust [3]	September 12, 2019	INR	640.46	(56.44)	585.07	1.05	450.65	25.75	8.04	-	8.04	-	16.62

(₹ in crore)

Sr. No	Name of Subsidiary	The date since when subsidiary was acquired	Reporting currency and exchange rate as on the last date of the relevant Financial Year in the case of foreign subsidiaries	Share Capital / Partner's Capital / Unitholder's Capital	Reserves & Surplus	Total Assets	Total Liabilitites	Investments	Turnover	Profit / (Loss) before Taxation	Provision for taxation	Profit / (Loss) After Taxation	Proposed Dividend	% of Shareholding
15	Tata Capital Innovations Fund - Trust [3]	August 31, 2010	INR	239.58	(228.97)	12.73	2.12	12.51	0.01	(0.93)	-	(0.93)	-	27.84
16	Tata Capital Growth Fund II - Trust[3]	September 28, 2018	INR	726.95	(1.67)	732.15	6.87	725.42	221.02	206.52	-	206.52	-	35.94
17	TCL Employee Welfare - Trust [4]	March 02, 2010	INR	-	48.56	126.07	77.51	97.35	35.82	35.82	6.52	29.30	-	-

Notes - Part "A"

1) Reporting period for all subsidiaries is the same as holding company.

2) Share Capital/Partner's Capital/Unitholder's Capital, Reserves & Surplus, Total Assets, Total Liabilities and Investments are translated at exchange rate as on March 31, 2024 as: 1 USD = Rs. 83.3363 INR and 1 GBP = Rs. 105.1560 INR whereas Turnover, Profit/(Loss) before Taxation, Provision for Taxation and Profit/(Loss) after Taxation are translated at annual average rate of 1 USD = Rs. 82.7783 INR and 1 GBP = Rs. 104.0358 INR.

3) Though Trusts would not be considered as body corporates under the Companies Act 2013, these have been disclosed as a measure of good governance.

4) The Employee Welfare Trust (""Trust"") has been constituted to administer the Tata Capital Limited Employee Stock Purchase/ Option Scheme (""Scheme""), introduced by the Company, The Trust has been settled by way of a deed executed between the Trustee(s) and the settler. The Trust has been constituted, inter area, for the benefit of the employees of the company, its subsdiaries and the holding company (i.e Eligible Employees), in accourdance with scheme. The beneficiaries of the Trust are the Eligible Employees as defined in the Scheme and decided by the Nomination and Remuneration Committee of the Company. Thus, the Reserves & Surplus and Profit After Taxation belong entirely to the Non-Controlling Interest holder i.e. the Eligible Employees. It may be noted that the Trust is a Subsidiary in accordance with Indian Accounting Standards (""Ind As"").

5) Consolidated based on capital contributed towards portfolio investment and expenses

Part "B": Associates
Statement pursuant to Section 129 (3) of the Companies Act, 2013 related to Associate Companies

(₹ in crore)

Sr. No	Name of Associate/Joint Venture	1. Latest audited Balance Sheet date	2. Date on which the Associate was associated or acquired	3. Shares of Associate held by the company on the year end			4. Description of how there is significant influence	5. Reason why the Associate / Joint Venture has not been consolidated	6. Networth attributable to shareholding as per latest audited Balance Sheet	7. Profit/Loss for the year	
				No. of Shares	Amount of investment in Associate	Extent of Holding %				i. Considered in Consolidation	ii. Not Considered in Consolidation
1	Novalead Pharma Private Limited	March 31, 2023	August 31, 2010	11,477	23.35	19.75%		N.A.	4.47	-	-
2	Sea6 Energy Private Limited	March 31, 2023	August 07, 2015	14,958	20.60	13.40%		N.A.	8.23	(4.04)	(26.12)
3	Alef Mobitech Solutions Private Limited	March 31, 2023	November 30, 2015	4,96,276	15.88	25.70%		N.A.	0.91	-	-
4	Vortex Engineering Private Limited	March 31, 2023	December 13, 2011	1,39,415	29.00	18.50%		N.A.	5.50	-	-
5	Kapsons Industries Private Limited	March 31, 2023	December 24, 2014	2,857	0.01	0.01%		N.A.	-	-	-
6	Fincare Business Services Limited	March 31, 2023	March 21, 2017	2,54,791	7.34	0.77%		N.A.	5.43	(0.07)	(9.52)
7	Fincare Small Finance Bank	March 31, 2023	September 13, 2013	1,00,72,871	1.46	0.09%		N.A.	1.17	0.21	205.74
8	Indusface Private Limited	March 31, 2023	April 21, 2020	4,51,721	35.00	36.89%	Based on rights under definitive documents	N.A.	6.21	(0.51)	(0.88)
9	Auxilo Finserve Private Limited	March 31, 2023	July 19, 2023	10	-	0.00%		N.A.	-	-	65.81
10	Linux Laboratories Pvt Ltd	March 31, 2023	February 22, 2021	3,600	15.00	3.90%		N.A.	3.12	0.45	11.06
11	Cnergyis Infotech India Pvt Ltd	March 31, 2023	January 10, 2022	87,282	57.09	23.89%		N.A.	8.48	(1.83)	(5.83)
12	Atulaya Healthacare Private Limited	March 31, 2023	July 20, 2021	100	0.01	0.01%		N.A.	0.01	-	11.51
13	Sakar Healthcare Limited	March 31, 2023	August 29, 2023	23,09,910	60.00	10.62%		N.A.	18.41	-	-
14	Anderson Diagnostic Services Private Limited	March 31, 2023	June 08, 2022	22,836	15.00	4.48%		N.A.	3.56	(0.34)	(7.40)
15	Tata Projects Limited[1]	March 31, 2023	June 24, 2015	-	-	-		N.A.	-	(4.49)	-
16	Tata Play Limited (formerly Tata Sky Limited)[2]	March 31, 2023	September 13, 2013	-	-	-		N.A.	-	(0.59)	-
17	TVS Supply Chain Solutions Limited[3]	March 31, 2023	September 03, 2015	-	-	-		N.A.	-	(0.39)	-
18	Finagg Technologies Private Limited	March 31, 2023	January 16, 2024	1	-	0.00%		N.A.	27.53	-	-
19	Apex Kidney Care Private Limited	March 31, 2023	October 25, 2023	4,24,356	15.50	6.89%		N.A.	4.87	0.03	0.37

1. Tata Project Limited ceased to be an Associate company w.e.f. October 11, 2023
2. Tata Play Limited ceased to be an Associate company w.e.f. October 11, 2023
3. TVS Supply Chain Solutions Limited ceased to be an Associate company w.e.f. July 28, 2023

For and on behalf of the Board of Directors

Saurabh Agrawal
(Chairman)
DIN: 02144558

F. N. Subedar
(Director)
DIN: 00028428

Varsha Purandare
((Independent Director))
DIN : 05288076

Nagaraj Ijari
(Independent Director)
DIN: 09390579

V.S. Radhakrishnan
((Independent Director))
DIN: 08064705

Sujit Kumar Varma
(Independent Director)
DIN: 09075212

Aarthi Subramanian
(Director)
DIN: 07121802

Rajiv Sabharwal
(Managing Director & CEO)
DIN: 00057333

May 10, 2024
Mumbai

Sarita Kamath
(Head - Legal and Compliance & Company Secretary)

Rakesh Bhatia
(Chief Financial Officer)

Standalone Financial Statements

INDEPENDENT AUDITOR'S REPORT

TO
THE MEMBERS OF
TATA CAPITAL LIMITED

Report on the audit of the Standalone Financial Statements

Opinion

1. We have audited the accompanying Standalone Financial Statements of Tata Capital Limited (the "Company"), which comprise the Balance Sheet as at March 31, 2024, the Statement of Profit and Loss (including Other Comprehensive Income), Statement of Changes in Equity and Statement of Cash Flow for the year then ended, and notes to the Standalone Financial Statements, including summary of material accounting policies and other explanatory information (hereinafter referred to as the "Standalone financial statements").

2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Standalone financial statements give the information required by the Companies Act, 2013 (the "Act") in the manner so required and give a true and fair view in conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended ("Rules") and other accounting principles generally accepted in India, of the state of affairs of the Company as at March 31, 2024 and its profit, other comprehensive income, changes in equity and its cash flows for the year ended on that date.

Basis for Opinion

3. We conducted our audit of the Standalone Financial Statements in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Act. Our responsibilities under those Standards are further described in the 'Auditor's Responsibilities for the Audit of the Standalone Financial Statements' 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 ("ICAI") together with the ethical requirements that are relevant to our audit of the Standalone Financial Statements under the provisions of the Act and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

4. We draw attention to Note 51 to the Standalone financial statements narrating the scheme of amalgamation of Tata Capital Financial Services Limited ("TCFSL") and Tata Cleantech Capital Limited ("TCCL") with the Company, which became effective on January 1, 2024 and was accounted as a common control business combination in accordance with Appendix C of Ind AS 103 - "Business Combinations" from the appointed date i.e. April 1, 2023. Further, the corresponding previous year figures included in the Standalone financial statements have been restated by the Management to include the audited figures of TCFSL and TCCL. The financial statements for TCFSL and TCCL were audited by then respective statutory auditors, whose reports dated April 25, 2023 and April 20, 2023, respectively expressed an unmodified opinion on those financial statements.

   Our opinion is not modified in respect of this matter.

Key Audit Matters

5. Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the Standalone Financial Statements for the year ended March 31, 2024. These matters were addressed in the context of our audit of the Standalone Financial Statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. We have determined the matters described below to be the key audit matters to be communicated in our report.

Key Audit Matter	How the matter was addressed in our audit
Allowance for Expected Credit Loss (ECL) on Loan Assets: Total Loans as at March 31, 2024: 1,09,265.43 crores ECL Provision as at March 31, 2024: 2,632.61 crores (Refer Note 36 to the Standalone financial statements)	
Indian Accounting Standard 109 - Financial Instruments ('Ind AS 109') requires the Company to provide for impairment of its financial assets using the expected credit loss ('ECL') approach involving an estimation of probability of loss on such financial assets, considering reasonable and supportable information about past events, current conditions and forecasts of future economic conditions which could impact the credit quality of the Company's financial assets. The estimation of impairment loss allowance on loan assets involves significant judgement and estimates, which are subject to uncertainty, and involves applying appropriate measurement principles in case of loss events. The Expected Credit Loss (ECL) is calculated using the percentage of probability of default (PD), loss given default (LGD) and exposure at default (EAD) for each of the stages of loan portfolio. Significant management judgment and assumptions involved in measuring ECL is required with respect to: • Segmentation of loan book in buckets based on common risk characteristics; • Staging of loans and in particular determining the criteria, which includes qualitative factors for identifying a significant increase in credit risk (i.e. Stage 2) and credit-impaired (i.e. Stage - 3); • factoring in future macro-economic and industry specific estimates and forecasts; • past experience and forecast data on customer behaviour on repayments; • varied statistical modelling techniques to determine probability of default, loss given default and exposure at default basis, the default history of loans, subsequent recoveries made and other relevant factors using probability-weighted scenarios.	Our audit procedures in respect of this area included, but not limited to: a. Obtained and read Companies policies on ECL and evaluated the appropriateness of the Company's accounting policies for impairment of financial instruments and assessed compliance of the same with Indian Accounting Standard 109-Financial Instruments ('Ind AS 109') and ensured such policy is in compliant with the requirements of the RBI circulars / guidelines; b. Obtained the policy on moratorium and restructuring of loans approved by the Board of Directors pursuant to the RBI circulars/guidelines; c. Performed a walkthrough of the impairment loss allowance process, and assessed the design and tested operating effectiveness of the key controls over completeness and accuracy of the key inputs (including loan book as at March 31, 2024) and assumptions considered for calculation, recording and monitoring of the impairment loss recognized. These controls, amongst others, included controls over the allocation of assets into stages along with passing of journal entries and preparing disclosures; d. Obtained an understanding of the modelling techniques adopted by the Company including the key inputs and assumptions. Since, modelling assumptions and parameters were based on historical data, we assessed whether historical experience was representative of current circumstances and was relevant in view of the recent impairment losses incurred within the portfolios; e. Assessed the assumptions used by the Company for grouping and staging of loan portfolio into various categories and default buckets and their appropriateness for determining the probability-weighted default (PD) and loss-given default (LGD) rates;

Key Audit Matter	How the matter was addressed in our audit
Considering the significance of the above matter to the financial statements and since the matter required significant attention to test the calculation of expected credit losses, we identified this as a key audit matter for current year audit.	f. Performed sample testing of the input data used for determining the PD (probability of default) and LGD (loss given default) rates and agreed the data with the underlying books of accounts and records; g. Tested the arithmetical accuracy of computation of ECL (expected credit loss) provision performed by the Company; h. Tested the completeness of loans included in the ECL calculations as of March 31, 2024 by reconciling such data with the balances as per loan book register; and i. Assessed and validated the adequacy and appropriateness of the disclosures made by the management as per the requirements of Ind AS 109 -'Financial Instruments' in the Standalone Financial Statements.
Information Technology ("IT") System and Controls	
The Company is dependent on its information technology ('IT') systems due to the significant number of transactions that are processed daily across such multiple and discrete IT systems. Also, IT application controls are critical to ensure that changes to applications and underlying data are made in an appropriate manner and under controlled environment. Appropriate controls contribute to mitigating the risk of potential fraud or errors as a result of changes to applications and data. On account of the pervasive use of IT systems across varied different phases of business, the testing with respect to general computer controls of the IT systems used in financial reporting was identified to be a key audit matter. The Company has a complex IT architecture to support its day-to-day business operations. High volume of transactions is processed and recorded on single or multiple applications. The reliability and security of IT systems plays a key role in the business operations of the Company. Since large volume of transactions are processed daily, IT controls are required to ensure that applications process data as expected and that changes are made in an appropriate manner. Appropriate IT general controls and application controls are required to ensure that such IT systems are able to process the data, as required, completely, accurately and consistently for reliable financial reporting.	Our audit procedures in respect of this area included, but not limited to: a. Involved IT specialists as part of the audit for the purpose of testing the IT general controls and application controls (automated and semi-automated controls) to determine the accuracy of the information produced by the Company's IT systems. b. Obtained an understanding of the Company's IT applications, databases and operating systems relevant to financial reporting and the control environment, including an understanding of the process, mapping of applications and understanding financial risks posed by people-process and technology. c. Tested design and operating effectiveness of key controls over user access management (including user access provisioning, de-provisioning, user access review, password configuration review and privilege access), change management (including compliance of change release in production environment to the defined procedures), program development (including review of data migration activity), computer operations (including testing of key controls pertaining to, backup, batch processing, incident management and data centre security).

Key Audit Matter	How the matter was addressed in our audit
The Company's key financial accounting and reporting processes are highly dependent on information systems including automated controls in systems, such that there exists a risk that gaps in the IT control environment could result in the financial accounting and reporting records being materially misstated. The Company uses several systems for its overall financial reporting. In addition to it, large transaction volumes and the increasing challenges to protect the integrity of the Company's systems and data, we have identified 'IT systems and automated controls' as key audit matter because of the high-level automation, significant number of systems being used by the management and the complexity of the IT architecture and its impact on the financial reporting system.	d. Performed procedures for a selected group of key controls over financial and reporting system to determine that these controls remained unchanged during the year or were changed following the standard change management process. e. Tested key automated and manual business cycle controls including testing of alternate procedures to assess whether there were any unaddressed IT risks that would materially impact the financial statements.

Information Other than the Standalone Financial Statements and Auditor's Report Thereon

6. The Company's Board of Directors is responsible for the other information. The other information comprises the information included in the Annual Report but does not include the Standalone financial statements and our auditor's report thereon. The other information is expected to be made available to us after the date of this auditor's report.

7. Our opinion on the Standalone financial statement does not cover the other information and we do not express any form of assurance conclusion thereon.

8. In connection with our audit of the Standalone financial statements, our responsibility is to read the other information identified above when it becomes available and, in doing so, consider whether the other information is materially inconsistent with the Standalone financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

9. When we read the other information, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance under SA 720 'The Auditor's responsibilities Relating to Other Information'.

Responsibilities of Management and Those Charged with Governance for the Standalone Financial Statement

10. The Company's Board of Directors are responsible for the matters stated in section 134(5) of the Act with respect to the preparation of these Standalone financial statements that give a true and fair view of the financial position, financial performance, changes in equity and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the Indian Accounting Standards specified under section 133 of the Act read with Rules, as amended. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act 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 Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

11. In preparing the Standalone financial statements, the Board of Directors are responsible for assessing the Company's 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.

12. The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the Standalone Financial Statements

13. Our objectives are to obtain reasonable assurance about whether the Standalone Financial Statements 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 statements.

14. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

    14.1 Identify and assess the risks of material misstatement of the Standalone financial statements, 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.

    14.2 Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to Standalone Financial Statements in place and the operating effectiveness of such controls.

    14.3 Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management and Board of Directors.

    14.4 Conclude on the appropriateness of management and Board of Director's 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's 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 statements 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.

    14.5 Evaluate the overall presentation, structure and content of the Standalone financial statements, including the disclosures, and whether the Standalone financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

15. 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.

16. 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.

17. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Standalone financial statements for the year ended March 31, 2024 and are therefore, the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Other Matter

18. The Financial Statements of the Company for the year ended March 31, 2023, were audited by one of the current joint auditor whose report dated April 27, 2023 expressed an unmodified opinion.

Our opinion is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

19. As required by the Companies (Auditor's Report) Order, 2020 (the "Order"), issued by the Central Government of India in terms of sub-section (11) of section 143 of the Act, we give in "Annexure A" a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.

20. As required by Section 143(3) of the Act, we report that:

20.1 We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.

20.2 In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books except for the matters stated in paragraph 21.6 below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 (as amended).

20.3 The Balance Sheet, the Statement of Profit and Loss including other comprehensive income, the Statement of Changes in Equity and the Statement of Cash Flow dealt with by this Report are in agreement with the books of account.

20.4 In our opinion, the aforesaid Standalone Financial Statements comply with the Indian Accounting Standards specified under Section 133 of the Act read with Companies (Indian Accounting Standards) Rules, 2015, as amended.

20.5 On the basis of the written representations received from the directors as on March 31, 2024 taken on record by the Board of Directors, none of the directors are disqualified as on March 31, 2024 from being appointed as a director in terms of Section 164(2) of the Act.

20.6 The modification relating to the maintenance of accounts and other matters connected therewith are as stated in the paragraph 20.2 above on reporting under Section 143(3)(b) and paragraph 21.6 below on reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014.

20.7 With respect to the adequacy of the internal financial controls with reference to Standalone Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate Report in "Annexure B".

21. With respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014, in our opinion and to the best of our information and according to the explanations given to us:

21.1. The Company has disclosed the impact of pending litigations on its financial position in its Standalone financial statements – Refer Note 42 to the Standalone Financial Statements;

21.2. The Company has made provision, as required under the applicable law or Indian Accounting Standards, for material foreseeable losses, if any, on long-term contracts including derivative contracts – Refer Note 50(f) to the Standalone Financial Statements;

21.3. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.

21.4. 1. The Management has represented that, to the best of its knowledge and belief, as disclosed in the Note 55 to the Standalone financial statements, no funds have been advanced or loaned or invested (either from borrowed funds or share premium or any other sources or kind of funds) by the Company to or in any other person(s) or entity(ies), including foreign entities ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

2. The Management has represented, that, to the best of its knowledge and belief, no funds have been received by the Company from any person(s) or entity(ies), including foreign entities (Funding Parties), with the understanding, whether recorded in writing or otherwise, as on the date of this audit report, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries.

3. Based on the audit procedures performed that have been considered reasonable and appropriate in the circumstances, and according to the information and explanations provided to us by the Management in this regard nothing has come to our notice that has caused us to believe that the representations under sub-clause (i) and (ii) of Rule 11(e) of the Act as provided under (1) and (2) above, contain any material mis-statement.

21.5. As stated in Note 54 to the standalone Financial statements:

a. The final dividend proposed in previous year, declared and paid by the Company during the year is in accordance with Section 123 of the Act, to the extent it applies to payment of dividend.

b. The interim dividend declared and paid by the Company during the year and until the date of this audit report is in compliance with Section 123 of the Act to the extent it applies to payment of dividend.

c. The Board of directors of the Company have proposed final dividend for the year which is subject to approval of the members at the ensuing Annual General Meeting. The amount of dividend proposed is in accordance with Section 123 of the Act, to the extent it applies to payment of dividend.

21.6. Based on our examination which included test checks, the Company has used accounting software for maintaining and recording loans & advances in its books of accounts, which has a feature of recording audit trail (edit log) facility. As observed, during the course of our audit, the edit log feature in one of the limbs of an accounting software was enabled and made effective from March 1, 2024. Further, in case of another software, the same is not observed to have been so enabled for bulk upload transactions as well as at the database level to log any direct data changes. The audit trail facility at the database level for this accounting software was enabled from September 1, 2023. Except for these instances, the audit trail facility in the accounting software has been operating throughout the year for all relevant transactions recorded in the software and we did not come across any instance of audit trail feature being disabled or tampered with during the course of our audit.

As proviso to Rule 3(1) of the Companies (Accounts) Rules, 2014 is applicable from 1 April 2023, reporting under Rule 11(g) of the Companies (Audit and Auditors) Rules, 2014 on preservation of audit trail as per the statutory requirements for record retention is not applicable for the financial year ended March 31, 2024.

21.7. In our opinion, according to information, explanations given to us, the remuneration paid by the Company to its directors is within the limits laid prescribed under Section 197 read with Schedule V of the Act and the rules thereunder.

For KKC & Associates LLP
Chartered Accountants
(formerly Khimji Kunverji & Co LLP)
ICAI Firm Registration Number: 105146W/W100621

Hasmukh B Dedhia
Partner
ICAI Membership Number: 033494
UDIN: 24033494BKCRBL4301

Mumbai
May 10, 2024

For M S K A & Associates
Chartered Accountants
ICAI Firm Registration Number: 105047W

Swapnil Kale
Partner
ICAI Membership Number: 117812
UDIN: 24117812BKFIES7446

Mumbai
May 10, 2024

ANNEXURE A TO THE INDEPENDENT AUDITOR'S REPORT ON THE STANDALONE FINANCIAL STATEMENTS OF TATA CAPITAL LIMITED FOR THE YEAR ENDED 31 MARCH 2024

(Referred to in paragraph 19 under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

i. (a) The Company has maintained proper records showing full particulars including quantitative details and situation of Property, Plant and Equipment ('PPE'), investment property and relevant details of right-of-use assets.

The Company is maintaining proper records showing full particulars of intangible assets.

(b) All the Property, Plant and Equipment, Investment property and right of use assets were physically verified by the management in the Financial Year 2021-22 in accordance with a planned programme of verifying them once in three years which, in our opinion, is reasonable having regard to the size of the Company and the nature of its assets. Material discrepancies noticed on such verification were properly dealt with in the books of accounts in the respective year.

(c) According to the information and explanations given to us, the title deeds of immovable properties (other than properties where the Company is the lessee and the lease agreements are duly executed in favour of the lessee), as disclosed in the standalone financial statements, are held in the name of the Company, except for the immovable properties acquired during merger of Tata Capital Limited with Tata Capital Financial Services Limited and Tata Cleantech Capital Limited in the current financial year as part of NCLT order dated November 24, 2023. As explained to us, registration of title deeds are in progress in respect of immovable properties acquired during the merger in the current financial year.

Sr. No.	Description of property	Gross carrying value (Rs. In crores)	Held in name of	Whether promoter, director or their relative or employee	Period held	Reason for not being held in name of company
1	Bella Vista - Thane	1.79	Tata Cleantech Capital Limited	No	30-04-2015	The title of the asset transferred pursuant to the scheme of amalgamation are in the process of being transferred in the name of the Company name of company
2	Thane GH - (Neelkant)	0.16	Tata Capital Financial Services Limited	No	04-09-2008	
3	i-Think 3rd Floor A wing, Thane	11.31	Tata Capital Financial Services Limited	No	30-08-2010	
4	i-Think 4th Floor A wing, Thane	11.31	Tata Capital Financial Services Limited	No	30-08-2010	

(d) According to the information and explanations given to us, the Company has not revalued its property, plant and Equipment (including Right of Use assets) and intangible assets during the year. Accordingly, the provisions stated under clause 3(i)(d) of the Order are not applicable to the Company.

(e) In our opinion and according to the information and explanations given to us and on the basis of our examination of the records of the Company, no proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988), as amended and rules made thereunder. Accordingly, the provisions stated under clause 3(i)(e) of the Order are not applicable to the Company.

ii. (a) The Company is involved in the business of rendering services and does not hold any inventory. Accordingly, the provisions stated under clause 3(ii)(a) of the Order are not applicable to the Company.

(b) In our opinion and according to the information and explanations given to us, the Company has been sanctioned working capital limits in excess of rupees five crore, in aggregate, from banks and/ financial institutions which are secured on the basis of security of current assets. Based on the records examined by us in the normal course of audit of the standalone financial statements, the quarterly returns or statements filed by the Company with such banks or financial institutions are in agreement with the books of account of the Company.

iii. (a) The Company's principal business is to give loans. Accordingly, provisions stated under clause 3(iii)(a) of the Order is not applicable to the Company.

(b) According to the information and explanations given to us and based on the audit procedures performed by us, we are of the opinion that the investments made, guarantees provided, securities given and terms and conditions in relation to grant of all loans and advances in the nature of loans, investments made, guarantees provided and securities given are not prejudicial to the interest of the Company.

(c) In respect of the aforesaid loans and advances in nature of loans, the schedule of repayment of principal and payment of interest have been stipulated by the Company. Considering that the Company is a Non-Banking Financial Company engaged in the business of granting loans with the diverse range of financial products and services across retail finance, consumer finance and corporate finance, the entity-wise details of the amount, due date for payment and extent of delay (that has been suggested in the Guidance Note on CARO 2020 issued by the Institute of Chartered Accountants of India for reporting under this clause) have not been detailed hereunder because it is not practicable to furnish such details owing to the voluminous nature of data generated in the normal course of the Company's business Further, except for the instances where there are delays or defaults in repayment of principal and/or interest and in respect of which the Company has recognised necessary provisions in accordance with the principles of Indian Accounting Standards (And AS) and the guidelines issued by The Reserve Bank of India (RBI) for Income Recognition and Asset Classification (which has been disclosed by the Company in Note 50(g) to the standalone financial statements), the parties are repaying the principal amounts, as stipulated, and are also regular in payment of interest, as applicable.

Refer note 36 to the Standalone Financial Statements for summarised details of loans/advances which are not repaid by borrowers as per stipulations.

(d) In our opinion and according to the information and explanations given to us and on the basis of our examination of the records of the Company, the details of total amount overdue for more than ninety days in respect of loans and advances in the nature of loans, are as follows, and the Company has taken reasonable steps for recovery of the principal and interest.

No. of cases	Principal Amount Overdue*	Interest Overdue	Total Overdue	Remarks, if any
89,018	734.80 Crores	311.99 Crores	1046.79 Crores	

(e) Since the Company's principal business is to give loans, accordingly, the provisions of Clause (3)(iii)(e) of the Order are not applicable to it.

(f) In our opinion and according to the information and explanations given to us, the Company has granted loans or advances in the nature of loans to Promoters/Related Parties (as defined in section 2(76) of the Act) which are either repayable on demand or without specifying any terms or period of repayment. The details of the same are as follows:

(₹ in crores)

	All Parties	Promoters	Related Parties
Aggregate amount of loans/ advances in nature of loans			
- Repayable on demand (A)	74.06	-	74.06
- Agreement does not specify any terms or period of repayment (B)	-	-	-
Total (A+B)	**74.06**	**-**	**74.06**
Percentage of loans/ advances in nature of loans to the total loans	100%		100%

iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of sections 185 and 186 of the Act with respect to the loans given, investments made, guarantees given and security provided.

v. According to the information and explanations given to us, the Company has neither accepted any deposits from the public nor any amounts which are deemed to be deposits, within the meaning of Sections 73, 74, 75 and 76 of the Companies Act, 2013 (or mention 'the Act' if already defined) and the rules framed there under. Accordingly, the provisions stated under clause 3(v) of the Order is not applicable to the Company. Also, there are no amounts outstanding as on March 31, 2024, which are in the nature of deposits.

vi. The provisions of sub-Section (1) of Section 148 of the Act are not applicable to the Company as the Central Government of India has not specified the maintenance of cost records for any of the products/ services of the Company. Accordingly, the provisions stated under clause 3(vi) of the Order are not applicable to the Company.

vii. (a) In our opinion and according to the information and explanations given to us, amounts deducted/ accrued in the books of account in respect of undisputed statutory dues including Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues have been regularly deposited by the Company with the appropriate authorities though there have been slight delays in a few cases.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, income-tax, Goods and Services Tax, duty of customs, cess and other material statutory dues were in arrears as at 31 March 2024 for a period of more than six months from the date they became payable.

(b) In our opinion and according to the information and explanations given to us, we confirm that the following dues of Goods and Services Tax, provident fund, employees' state insurance, income-tax, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues, have not been deposited to/with the appropriate authority on account of any dispute.

Name of the Statute	Nature of the Dues	Amount (₹ in crores)	Period to which the amount relates	Forum where dispute is pending	Remarks, if any
Income Tax Act, 1961	Income Tax	5.32	AY 2017-18	Commissioner of Income Tax (Appeals)	-

Name of the Statute	Nature of the Dues	Amount (₹ in crores)	Period to which the amount relates	Forum where dispute is pending	Remarks, if any
Income Tax Act, 1961	Income Tax	16.78	AY 2018-19	Commissioner of Income Tax (Appeals)	-
Income Tax Act, 1961	Income Tax	31.04	AY 2020-21	Commissioner of Income Tax (Appeals)	-
Income Tax Act, 1961	Income Tax	0.90	AY 2022-23	Commissioner of Income Tax (Appeals)	-
Income Tax Act, 1961	Income Tax	1.27	AY 2016-17	Commissioner of Income Tax (Appeals)	-
Income Tax Act, 1961	Income Tax	13.79	AY 2017-18	Commissioner of Income Tax (Appeals)	-
Income Tax Act, 1961	Income Tax	24.20	AY 2018-19	Commissioner of Income Tax (Appeals)	-
Income Tax Act, 1961	Income Tax	28.40	AY 2019-20	Commissioner of Income Tax (Appeals)	-
Income Tax Act, 1961	Income Tax	4.46	AY 2016-17	Commissioner of Income Tax (Appeals)	-
Income Tax Act, 1961	Income Tax	0.19	AY 2020-21	Commissioner of Income Tax (Appeals)	-
Value Added Tax	VAT-Andhra Pradesh	0.02	FY 2009-10	Tribunal (Commercial Tax)	-
Value Added Tax	VAT-Delhi	0.11	FY 2011-12	Joint Commissioner of Sales Tax Appeal	-
Value Added Tax	VAT-Tamil Nadu	0.006	FY 2012-13	Deputy Commissioner (Commercial Taxes)	-
Value Added Tax	OVAT-Odisha	0.02	1/10/15-30/6/17	Joint Commissioner, Appeals	-
Value Added Tax	UPVAT-Uttar Pradesh	0.71	FY 2014-15	Additional Commissioner, Appeals	-
Value Added Tax	GJVAT-Gujarat	0.09	FY 2014-15	Deputy Commissioner of State Tax (Commercial Taxes)	-

Name of the Statute	Nature of the Dues	Amount (₹ in crores)	Period to which the amount relates	Forum where dispute is pending	Remarks, if any
Central Sales Tax	GJCST-Gujarat	0.02	FY 2014-15	Deputy Commissioner of State Tax (Commercial Taxes)	-
Value Added Tax	MVAT-Maharashtra	5.35	FY 2017-18	Joint Commissioner of State Tax	-
Goods and Services Tax	GST-Maharashtra	0.01	FY 2017-18	Joint Commissioner of State Tax	-
Goods and Services Tax	GST-Gujarat	3.59	FY 2019-20	Appeal to GST Appellate Tribunal	-
Value Added Tax	VAT-Kerala	0.01	FY 2014-15	Joint Commissioner of State Tax, Appeals	-
Value Added Tax	VAT-Jharkhand	0.48	FY 2016-17	Deputy Commissioner (Commercial Taxes)	-
Goods and Services Tax	GST-Maharashtra	3.45	FY 2017-18 & 2018-19	Writ Petition with Bombay High Court	-

viii. According to the information and explanations given to us, there are no transactions which are not accounted in the books of account which have been surrendered or disclosed as income during the year in Income-tax Assessment of the Company. Accordingly, the provision stated under clause 3(viii) of the Order is not applicable to the Company.

ix. (a) In our opinion, the Company has not defaulted in repayment of loans or other borrowings to financial institutions, banks, government and dues to debenture holders or in the payment of interest thereon to any lender.

(b) According to the information and explanations given to us and on the basis of our audit procedures, we report that the Company has not been declared wilful defaulter by any bank or financial institution or government or any government authority or any other lender.

(c) In our opinion and according to the information and explanations given to us, the Company has utilized the money obtained by way of term loans during the year for the purposes for which they were obtained.

(d) According to the information and explanations given to us, and the procedures performed by us, and on an overall examination of the standalone financial statements of the Company, we report that no funds raised on short-term basis have been used for long-term purposes by the Company.

(e) According to the information and explanations given to us and on an overall examination of the financial statements of the Company, we report that the Company has not taken any funds from any entity or person on account of or to meet the obligations of its subsidiaries, associates or joint ventures.

(f) According to the information and explanations given to us and procedures performed by us, we report that the Company has not raised loans during the year on the pledge of securities held in its subsidiaries, joint ventures or associate companies.

x. (a) In our opinion and according to the information explanation given to us, money raised by way of initial public offer or further public offer (including debt instruments) during the year have been applied for the purpose for which they were raised and there were no delays or default regarding application.

(b) In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of Sections 42 and 62 of the Act in connection with the funds raised through preferential allotment of shares and the same have been utilised for the purposes for which they were raised. The Company has not raised funds through fully/partially/optionally convertible debentures.

xi. (a) In our opinion and according to the information and explanations given to us, there has been no fraud by the Company or any fraud on the Company that has been noticed or reported during the year except for misappropriation of funds, cheating and forgery by its employees or by the customers of the Company identified by the management during the year, involving amounts aggregating to Rs. 20 crores as mentioned in Note 51 of the accompanying financial statements. The Company has initiated necessary action against the employees and customers connected to such instances including termination of their employment contracts and recovery of the amounts.

(b) In our opinion and according to the information and explanations given to us, no report under sub-section (12) of section 143 of the Act has been filed by the auditors in Form ADT-4 as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government. However, a report under section 143(12) of the Act in form ADT-4 has been filed by the auditors of the erstwhile company, Tata Capital Financial Services Limited as prescribed under rule 13 of Companies (Audit and Auditors) Rules, 2014 with the Central Government before its merger with the Company as per NCLT order dated November 24, 2023.

(c) As represented to us by the Management, there are no whistle blower complaints received by the Company during the year.

xii. In our opinion and according to the information and explanations given to us, the Company is not a Nidhi company. Accordingly, paragraph 3(xii) of the Order is not applicable to the Company.

xiii. According to the information and explanations given to us and based on our examination of the records of the Company, transactions with the related parties are in compliance with Sections 177 and 188 of the Act where applicable and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.

xiv. (a) In our opinion and based on our examination, the Company has an internal audit system commensurate with the size and nature of its business.

(b) We have considered the internal audit reports of the Company issued till date, for the period under audit.

xv. According to the information and explanations given to us, in our opinion during the year the Company has not entered into any non-cash transactions with its directors or persons connected with its directors. Accordingly, paragraph 3(xv) of the Order is not applicable to the Company.

xvi. (a) The Company is required to be registered under Section 45-IA of the Reserve Bank of India Act, 1934. Further, post-merger, the Company has ceased to be a Core Investment Company ('CIC') under the RBI Guidelines and is required to obtain a Certificate of Registration from RBI as a Non-Banking Finance Company – Investment and Credit Company ('NBFC-ICC'). According to the information and explanations given to us, the Company has made an application to RBI for registering as an NBFC-ICC and the Certificate of Registration for the same is awaited. Basis the NOC received from RBI for the Scheme, the Company is operating as an NBFC-ICC.

(b) The Company has not conducted any Non-Banking Financial or Housing Finance activities without obtaining a valid CoR from the Reserve Bank of India as per the Reserve Bank of India Act, 1934.

(c) The Company is not a CIC as defined in the regulations made by Reserve Bank of India.

(d) Based on the information and explanations given to us and as represented by the management of the Company, the Group (as defined in Core Investment Companies (Reserve Bank) Directions, 2016) has five CICs which are registered with the Reserve Bank of India and two CIC which is not required to be registered with the Reserve Bank of India as part of the Group

xvii. The Company has not incurred any cash losses in the financial year and in the immediately preceding financial year.

xviii. There has been no resignation of the statutory auditors during the year and accordingly paragraph 3(xviii) of the Order is not applicable.

xix. According to the information and explanations given to us and on the basis of the financial ratios, ageing and expected dates of realization of financial assets and payment of financial liabilities, other information accompanying the financial statements, our knowledge of the Board of Directors and Management plans and based on our examination of the evidence supporting the assumptions, nothing has come to our attention, which causes us to believe that any material uncertainty exists as on the date of the audit report that the Company is not capable of meeting its liabilities existing at the date of balance sheet as and when they fall due within a period of one year from the balance sheet date. We, however, state that this is not an assurance as to the future viability of the Company. We further state that our reporting is based on the facts up to the date of the audit report and we neither give any guarantee nor any assurance that all liabilities falling due within a period of one year from the balance sheet date, will get discharged by the Company as and when they fall due.

xx. According to the information and explanations given to us and based on our verification, the provisions of Section 135 of the Act, are applicable to the Company. The Company has made the required contributions during the year and there are no unspent amounts which are required to be transferred either to a Fund specified in schedule VII of the Act or to a Special Account as per the provisions of Section 135 the Act read with schedule VII to the Act. Accordingly, reporting under clause 3(xx)(a) and 3(xx)(b) of the Order is not applicable to the Company.xxi. Reporting under clause xxi of the Order is not applicable at the standalone level.

xxi The reporting under clause 3(xxi) of the Order is not applicable in respect of audit of standalone financial statements. Accordingly, no comment in respect of the said Clause has been included in the report.

For KKC & Associates LLP
Chartered Accountants
(formerly Khimji Kunverji & Co LLP)
ICAI Firm Registration Number: 105146W/W100621

Hasmukh B Dedhia
Partner
ICAI Membership Number: 033494
UDIN: 24033494BKCRBL4301

Mumbai
May 10, 2024

For M S K A & Associates
Chartered Accountants

ICAI Firm Registration Number: 105047W

Swapnil Kale
Partner
ICAI Membership Number: 117812
UDIN: 24117812BKFIES7446

Mumbai
May 10, 2024

ANNEXURE B TO THE INDEPENDENT AUDITOR'S REPORT OF EVEN DATE ON THE STANDALONE FINANCIAL STATEMENTS OF TATA CAPITAL LIMITED

[Referred to in paragraph 20.7 under 'Report on Other Legal and Regulatory Requirements' in the Independent Auditors' Report of even date to the Members of Tata Capital Limited on the Financial Statements for the year ended March 31, 2024]

Report on the Internal Financial Controls under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 (the "Act")

We have audited the internal financial controls with reference to Standalone Financial Statements of Tata Capital Limited (the "Company") as of March 31, 2024 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date..

Opinion

In our opinion, the Company, has, in all material respects, an adequate internal financial controls with reference to Standalone Financial Statements and such internal financial controls with reference to Standalone Financial Statements were operating effectively as at March 31, 2024, based on the internal control with reference to Standalone Financial Statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India (ICAI) (the "Guidance Note").

Management and Board of Director's Responsibility for Internal Financial Controls

The Company's Management and the Board of Directors are responsible for establishing and maintaining internal financial controls based on the internal control with reference to Standalone Financial Statements criteria established by the Company considering the essential components of internal control stated in the Guidance Note. These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to Company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Act.

Auditor's responsibility

Our responsibility is to express an opinion on the Company's internal financial controls with reference to Standalone Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to Standalone Financial Statements was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls with reference to Standalone Financial Statements and their operating effectiveness. Our audit of internal financial controls with reference to Standalone Financial Statements included obtaining an understanding of internal financial controls with reference to Standalone Financial Statements, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the Standalone Financial Statements, whether due to fraud or error.

We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls with reference to Standalone Financial Statements.

Meaning of Internal Financial Controls with reference to the Standalone Financial Statements

A company's internal financial control with reference to Standalone Financial Statements is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of Standalone Financial Statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control with reference to Standalone Financial Statements includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of Standalone Financial Statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the Standalone Financial Statements.

Inherent Limitations of Internal Financial Controls with reference to the Standalone Financial Statements

Because of the inherent limitations of internal financial controls with reference to Standalone Financial Statements, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial controls with reference to Standalone Financial Statements to future periods are subject to the risk that the internal financial control with reference to Standalone Financial Statements may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

For KKC & Associates LLP
Chartered Accountants
(formerly Khimji Kunverji & Co LLP)
ICAI Firm Registration Number: 105146W/W100621

Hasmukh B Dedhia
Partner
ICAI Membership Number: 033494
UDIN: 24033494BKCRBL4301

Mumbai
May 10, 2024

For M S K A & Associates
Chartered Accountants
ICAI Firm Registration Number: 105047W

Swapnil Kale
Partner
ICAI Membership Number: 117812
UDIN: 24117812BKFIES7446

Mumbai
May 10, 2024

STANDALONE BALANCE SHEET AS AT MARCH 31, 2024

(₹ in crore)

Particulars	Note No.	As at March 31, 2024	As at March 31, 2023
ASSETS			
(1) Financial Assets			
(a) Cash and cash equivalents	3	**4,886.95**	2,265.99
(b) Bank balances other than (a) above	4	**98.33**	237.77
(c) Derivative financial instruments	5	**192.44**	184.45
(d) Receivables			
(i) Trade receivables	6	**78.15**	53.27
(ii) Other receivables		**-**	-
(e) Loans	7	**1,06,436.92**	80,390.34
(f) Investments	8	**9,492.97**	12,009.68
(g) Other financial assets	9	**500.98**	356.40
Total Financial Assets		**1,21,686.74**	**95,497.90**
(2) Non-Financial Assets			
(a) Current tax assets	10(i)	**161.22**	157.57
(b) Deferred tax assets (net)	10(ii)	**418.25**	259.97
(c) Investment property	11	**-**	15.63
(d) Property, plant and equipment	11	**763.16**	440.64
(e) Capital work-in-progress	11 (i)	**4.08**	1.15
(f) Intangible assets under development	11 (ii)	**3.07**	8.55
(g) Other intangible assets	11	**29.70**	21.10
(h) Right of use assets	39	**205.30**	127.82
(i) Other non-financial assets	12	**441.59**	271.27
Total Non-Financial Assets		**2,026.37**	**1,303.70**
Total Assets		**1,23,713.11**	**96,801.60**
LIABILITIES AND EQUITY			
(1) Financial Liabilities			
(a) Derivative financial instruments	5	**39.75**	60.96
(b) Payables			
(i) Trade payables			
- Total outstanding dues of micro enterprises and small enterprises	13(ii)	**2.55**	4.76
- Total outstanding dues of creditors other than micro enterprises and small enterprises	13(i)	**1,162.21**	1,042.67
(ii) Other payables			
- Total outstanding dues of micro enterprises and small enterprises		**-**	-
- Total outstanding dues of creditors other than micro enterprises and small enterprises		**-**	-

STANDALONE BALANCE SHEET AS AT MARCH 31, 2024

(₹ in crore)

Particulars	Note No.	As at March 31, 2024	As at March 31, 2023
(c) Debt securities	14	**39,065.71**	35,088.16
(d) Borrowings (other than debt securities)	15	**54,687.05**	37,738.40
(e) Subordinated liabilities	16	**7,161.55**	5,920.63
(f) Lease liabilities	39	**210.47**	133.39
(g) Other financial liabilities	17	**1,294.97**	1,580.55
Total Financial Liabilities		**1,03,624.26**	**81,569.52**
(2) Non-Financial liabilities			
(a) Current tax liabilities	18	**365.65**	263.99
(b) Provisions	19	**69.36**	58.77
(c) Other non-financial liabilities	20	**201.42**	167.84
Total Non-Financial Liabilities		**636.43**	**490.60**
(3) Equity			
(a) Equity share capital	21	**3,746.41**	3,560.12
(b) Shares pending for issuance		**-**	71.65
(c) Other equity	22	**15,706.01**	11,109.71
Total Equity		**19,452.42**	**14,741.48**
Total Liabilities and Equity		**1,23,713.11**	**96,801.60**

Material accounting policies 2
See accompanying notes forming part of the Standalone Financial Statements 3-57

In terms of our report attached,

For KKC & Associates LLP
Chartered Accountants
(formerly Khimji Kunverji & Co LLP)
Firm's Registration No: 105146W/W100621

Hasmukh B. Dedhia
(Partner)
Membership No: 033494
Mumbai

M S K A & Associates
Chartered Accountants
Firm's Registration No: 105047W

Swapnil Kale
(Partner)
Membership No: 117812
Mumbai

May 10, 2024

For and on behalf of the Board of Directors

Saurabh Agrawal
(Chairman)
DIN: 02144558

F. N. Subedar
(Director)
DIN: 00028428

Varsha Purandare
(Independent Director)
DIN : 05288076

Nagaraj Ijari
(Independent Director)
DIN: 09390579

V.S. Radhakrishnan
(Independent Director)
DIN: 08064705

Sujit Kumar Varma
(Independent Director)
DIN: 09075212

Aarthi Subramanian
(Director)
DIN: 07121802

Rajiv Sabharwal
(Managing Director & CEO)
DIN: 00057333

Sarita Kamath
(Head - Legal and Compliance & Company Secretary)

Rakesh Bhatia
(Chief Financial Officer)

STANDALONE STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2024

(₹ in crore)

Particulars		Note No.	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
I	**Revenue from operations**			
(i)	Interest income	23	**11,513.89**	8,276.39
(ii)	Dividend income	24	**122.86**	79.49
(iii)	Rental income	25	**209.18**	278.71
(iv)	Fees and commission income	26	**712.45**	434.05
(v)	Net gain on fair value changes	27	**731.47**	1,102.33
	Total Revenue from operations		**13,289.85**	**10,170.97**
II	**Other income**	28	**19.26**	3.00
III	**Total income (I+II)**		**13,309.11**	**10,173.97**
IV	**Expenses**			
(i)	Finance costs	29	**6,645.67**	4,557.38
(ii)	Impairment on financial instruments	31	**748.45**	552.01
(iii)	Employee benefit expenses	30	**1,385.37**	969.21
(iv)	Depreciation, amortisation and impairment	11	**243.67**	197.93
(v)	Other expenses	32	**1,077.32**	848.13
	Total expenses		**10,100.48**	**7,124.66**
V	**Profit before exceptional items and tax (III-IV)**		**3,208.63**	**3,049.31**
VI	**Exceptional items**		**-**	-
VII	**Profit before tax (V-VI)**		**3,208.63**	**3,049.31**
VIII	**Tax expenses**			
	(1) Current tax	10(i)	**786.58**	801.33
	(2) Deferred tax charge	10(ii)	**(70.40)**	(73.12)
	Total tax expenses		**716.18**	**728.21**
IX	**Profit for the year (VII-VIII)**		**2,492.45**	**2,321.10**

STANDALONE STATEMENT OF PROFIT AND LOSS FOR THE YEAR ENDED MARCH 31, 2024

(₹ in crore)

Particulars	Note No.	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
X Other Comprehensive Income			
(i) Items that will be reclassified subsequently to statement of profit and loss			
(a) Fair value gain on financial assets carried at Fair Value Through Other Comprehensive Income (FVTOCI)		**14.98**	(3.99)
(b) Income tax relating to fair value gain on financial assets carried at FVTOCI		**(3.77)**	1.01
(c) The effective portion of (loss)/gain on hedging instruments in a cash flow hedge		**(72.10)**	30.46
(d) Income tax relating to the effective portion of loss/(gain) on hedging instruments in a cash flow hedge		**18.15**	(7.66)
(ii) Items that will not be reclassified subsequently to statement of profit and loss			
(a) Remeasurement of defined employee benefit plans		**(3.12)**	(10.26)
(b) Income tax relating to the remeasurement of defined employee benefit plans		**0.79**	2.58
(c) Fair value gain on investment in equities carried at fair value through OCI		**396.92**	2,326.51
(d) Income tax relating to fair value gain on investment in equities carried at fair value through OCI		**(86.56)**	(489.55)
Total Other Comprehensive Income		**265.29**	**1,849.10**
XI Total Comprehensive Income for the year (IX+X)		**2,757.74**	**4,170.20**
XII Earnings per equity share (Face value : ₹ 10 per share) (not annualised) :			
(1) Basic (Rupees)		**6.78**	6.47
(2) Diluted (Rupees)		**6.78**	6.47
XIII Earnings per equity share (for continuing and discontinued operations) (not annualised):			
(1) Basic (Rupees)		**6.78**	6.47
(2) Diluted (Rupees)		**6.78**	6.47
Material accounting policies	2		
See accompanying notes forming part of the Standalone Financial Statements	3-57		

In terms of our report attached,

For KKC & Associates LLP
Chartered Accountants
(formerly Khimji Kunverji & Co LLP)
Firm's Registration No: 105146W/W100621

Hasmukh B. Dedhia
(Partner)
Membership No: 033494
Mumbai

M S K A & Associates
Chartered Accountants
Firm's Registration No: 105047W

Swapnil Kale
(Partner)
Membership No: 117812
Mumbai

For and on behalf of the Board of Directors

Saurabh Agrawal
(Chairman)
DIN: 02144558

F. N. Subedar
(Director)
DIN: 00028428

Varsha Purandare
(Independent Director)
DIN : 05288076

Nagaraj Ijari
(Independent Director)
DIN: 09390579

V.S. Radhakrishnan
(Independent Director)
DIN: 08064705

Sujit Kumar Varma
(Independent Director)
DIN: 09075212

Aarthi Subramanian
(Director)
DIN: 07121802

Rajiv Sabharwal
(Managing Director & CEO)
DIN: 00057333

Sarita Kamath
(Head - Legal and Compliance & Company Secretary)

Rakesh Bhatia
(Chief Financial Officer)

STANDALONE STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED MARCH 31, 2024

a Equity share capital

(₹ in crore)

Particulars	
Balance as at April 1, 2022	**3,516.17**
Changes in equity share capital due to prior period errors	-
Restated balance as at April 1, 2022	**3,516.17**
Changes in equity share capital during the year	43.95
Balance as at March 31, 2023	**3,560.12**
Balance as at April 1, 2023	**3,560.12**
Changes in equity share capital due to prior period errors	-
Restated balance as at April 1, 2023	**3,560.12**
Changes in equity share capital during the year	186.29
Balance as at March 31, 2024	**3,746.41**

b Other equity

(₹ in crore)

Particulars	Reserves and surplus									Item of other comprehensive income					Total other equity
	Securities premium	Capital reserve	Capital Redem-ption Reserve	Debenture Redem-ption Reserve	Special Reserve Account u/s 45-IC of Reserve Bank of India Act, 1934	Special Reserve Account u/s 36(1) (viii) of Income tax Act, 1961	Retained earnings	General Reserve	Share options outstand-ing account	Cash flow hedge reserve	Remeasure-ment of defined benefit liability /asset	Fair value gain / (loss) on Financial Assets carried at FVTOCI	Debt instruments through Other Compre-hensive Income	Fair value gain / (loss) on investment in equities carried at FVTOCI	
Balance as at April 1, 2022	**2,656.06**	**0.93**	**5.75**	**300.00**	**1,234.87**	**98.34**	**2,078.56**	**16.20**	**26.79**	**13.17**	**(4.60)**	**5.13**	**-**	**-**	**6,431.20**
Changes in accounting policy / prior period errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Restated balance as at April 1, 2022	**2,656.06**	**0.93**	**5.75**	**300.00**	**1,234.87**	**98.34**	**2,078.56**	**16.20**	**26.79**	**13.17**	**(4.60)**	**5.13**	**-**	**-**	**6,431.20**
Profit for the year	-	-	-	-	-	-	2,321.10	-	-	-	-	-	-	-	2,321.10
Other comprehensive income for the period, net of income tax	-	-	-	-	-	-	-	-	-	22.79	(7.68)	(2.98)	-	1,836.96	1,849.10
Total comprehensive income for the year	**-**	**-**	**-**	**-**	**-**	**-**	**2,321.10**	**-**	**-**	**22.79**	**(7.68)**	**(2.98)**	**-**	**1,836.96**	**4,170.19**
Share based payment expense	-	-	-	-	-	-	-	-	14.80	-	-	-	-	-	14.80
Premium on issue of Equity Shares	549.84	-	-	-	-	-	-	-	-	-	-	-	-	-	549.84
Share issue expenses	(0.06)	-	-	-	-	-	-	-	-	-	-	-	-	-	(0.06)
Interim Dividend on equity shares	-	-	-	-	-	-	(56.26)	-	-	-	-	-	-	-	(56.26)
Transfer to general reserve	-	-	-	(300.00)	-	-	-	301.19	(1.19)	-	-	-	-	-	-
Transfer to Special Reserve Account	-	-	-	-	476.29	9.66	(485.95)	-	-	-	-	-	-	-	-
Balance as at March 31, 2023	**3,205.84**	**0.93**	**5.75**	**-**	**1,711.16**	**108.00**	**3,857.45**	**317.39**	**40.40**	**35.96**	**(12.28)**	**2.15**	**-**	**1,836.96**	**11,109.71**

(₹ in crore)

Particulars	Reserves and surplus									Item of other comprehensive income					Total other equity
	Securities premium	Capital reserve	Capital Redem-ption Reserve	Debenture Redem-ption Reserve	Special Reserve Account u/s 45-IC of Reserve Bank of India Act, 1934	Special Reserve Account u/s 36(1) (viii) of Income tax Act, 1961	Retained earnings	General Reserve	Share options outstand-ing account	Cash flow hedge reserve	Remeasure-ment of defined benefit liability /asset	Fair value gain / (loss) on Financial Assets carried at FVTOCI	Debt instruments through Other Compre-hensive Income	Fair value gain / (loss) on investment in equities carried at FVTOCI	
Balance as at April 1, 2023	**3,205.84**	**0.93**	**5.75**	**-**	**1,711.16**	**108.00**	**3,857.45**	**317.39**	**40.40**	**35.96**	**(12.28)**	**2.15**	**-**	**1,836.96**	**11,109.71**
Changes in accounting policy / prior period errors	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Restated balance as at April 1, 2023	**3,205.84**	**0.93**	**5.75**	**-**	**1,711.16**	**108.00**	**3,857.45**	**317.39**	**40.40**	**35.96**	**(12.28)**	**2.15**	**-**	**1,836.96**	**11,109.71**
Profit for the year	-	-	-	-	-	-	2,492.45	-	-	-	-	-	-	-	2,492.45
Other comprehensive income for the period, net of income tax	-	-	-	-	-	-	-	-	-	(53.94)	(2.33)	11.21	-	310.36	265.29
Total comprehensive income for the year	**-**	**-**	**-**	**-**	**-**	**-**	**2,492.45**	**-**	**-**	**(53.94)**	**(2.33)**	**11.21**	**-**	**310.36**	**2,757.75**
Share based payment expense	-	-	-	-	-	-	-	-	24.68	-	-	-	-	-	24.68
Premium on issue of Equity Shares	1,888.63	-	-	-	-	-	-	-	-	-	-	-	-	-	1,888.63
Share issue expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interim Dividend on equity shares	-	-	-	-	-	-	(74.76)	-	-	-	-	-	-	-	(74.76)
Transfer to retained earnings during the year	-	-	-	-	-	-	602.43	-	-	-	-	-	-	(602.43)	-
Transfer to general reserve	-	-	-	-	-	-	-	15.29	(15.29)	-	-	-	-	-	-
Transfer to Special Reserve Account	-	-	-	-	498.49	11.90	(510.39)	-	-	-	-	-	-	-	-
Balance as at March 31, 2024	**5,094.47**	**0.93**	**5.75**	**-**	**2,209.65**	**119.90**	**6,367.18**	**332.68**	**49.79**	**(17.98)**	**(14.61)**	**13.36**	**-**	**1,544.89**	**15,706.01**

Material accounting policies (refer Note 2)
See accompanying notes forming part of the standalone financial statements (refer Note 3 to 57)

In terms of our report of even date

For KKC & Associates LLP
Chartered Accountants
(formerly Khimji Kuverji & Co LLP)
Firm's Registration No: 105146W/W100621

Hasmukh B. Dedhia
(Partner)
Membership No: 033494

M S K A & Assocites
Chartered Accountants
Firm's Registration No: 105047W

Swapnil Kale
(Partner)
Membership No: 117812

Mumbai
Date : May 10, 2024

For and on behalf of the Board of Directors

Saurabh Agrawal
(Chairman)
DIN: 02144558

F. N. Subedar
(Director)
DIN: 00028428

Varsha Purandare
(Independent Director)
DIN : 05288076

Aarthi Subramanian
(Director)
DIN: 07121802

Rajiv Sabharwal
(Managing Director & CEO)
DIN: 00057333

Nagaraj Ijari
(Independent Director)
DIN: 09390579

V.S. Radhakrishnan
(Independent Director)
DIN: 08064705

Sujit Kumar Varma
(Independent Director)
DIN: 09075212

Sarita Kamath
(Head - Legal and Compliance & Company Secretary)

Rakesh Bhatia
(Chief Financial Officer)

STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2024

(₹ in crore)

Particulars	Note No.	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
1. CASH FLOW FROM OPERATING ACTIVITIES			
Profit before tax		**3,208.63**	3,049.31
Adjustments for :			
Depreciation, amortisation and impairment		**243.67**	197.93
Net (gain)/loss on derecognition of property, plant and equipment		**(14.90)**	3.46
Net gain on modification/derecognition of right-of-use assets		**(0.78)**	(0.25)
Finance cost		**6,645.67**	4,557.38
Interest income		**(11,513.89)**	(8,276.39)
Dividend income		**(122.86)**	(79.49)
Lease Rental income		**(7.67)**	(39.07)
Net gain on fair value changes		**(731.47)**	(1,102.33)
Share based payments		**28.11**	18.21
Provision for leave encashment		**4.72**	2.93
Impairment on financial instruments		**748.45**	552.01
Reversal of provision against assets held for sale		**(12.70)**	-
		(1,525.02)	**(1,116.30)**
Interest paid		**(6,097.55)**	(4,196.67)
Interest received		**11,025.86**	7,914.53
Dividend received		**122.86**	79.49
Cash generated from operations before working capital changes		**3,526.15**	**2,681.05**
Movement in working capital:			
Increase in trade receivables		**(48.07)**	(36.67)
Increase in trade payables		**117.33**	179.86
Increase in loans		**(26,279.58)**	(18,909.62)
Increase in other financial assets		**(145.69)**	(112.04)
Increase in other non financial assets		**(42.18)**	(39.33)
(Decrease)/Increase in other financial liabilities		**(298.03)**	470.73
Increase in other non financial liabilities		**40.43**	89.23
		(23,129.64)	**(15,676.79)**
Taxes paid		**(847.84)**	(807.46)
1. NET CASH USED IN OPERATING ACTIVITIES (A)		**(23,977.48)**	**(16,484.25)**
2. CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment (including capital advances)		**(671.72)**	(154.89)
Proceeds from sale of property, plant and equipment		**62.43**	55.00
Purchase of investments		**(2,461.38)**	(7,439.39)
Purchase of mutual fund units		**(4,04,251.65)**	(2,71,529.66)
Proceeds from redemption of mutual fund units		**4,06,734.38**	2,70,769.10
Proceeds from sale of investments		**3,635.91**	6,593.56

STANDALONE CASH FLOW STATEMENT FOR THE YEAR ENDED MARCH 31, 2023 *(contd...)*

(₹ in crore)

Particulars	Note No.	For the Year Ended March 31, 2024	For the Year Ended March 31, 2023
Bank Balances not considered as cash and cash equivalents		**141.40**	(226.13)
2. NET CASH GENERATED/(USED) FROM INVESTING ACTIVITIES (B)		**3,189.37**	**(1,932.41)**
3. CASH FLOW FROM FINANCING ACTIVITIES			
Proceeds from issue of Equity Shares		**2,003.27**	593.79
Share and Debt issue expenses		**(41.61)**	(21.16)
Interim dividend paid on equity shares		**(74.76)**	(56.26)
Proceeds from borrowings (other than debt securities)		**47,723.67**	34,358.26
Proceeds from debt securities		**29,305.97**	25,254.29
Proceeds from subordinated liabilities		**1,491.03**	-
Repayment of borrowings (other than debt securities)		**(30,964.58)**	(22,015.72)
Repayment of debt securities		**(25,608.75)**	(18,622.52)
Repayment of subordinated liabilities		**(367.88)**	(40.19)
Repayment of principal portion of lease liabilities		**(44.32)**	(30.33)
Repayment of interest portion of lease liabilities		**(12.97)**	(7.28)
3 **NET CASH GENERATED FROM FINANCING ACTIVITIES (C)**		**23,409.07**	**19,412.88**
NET INCREASE IN CASH AND CASH EQUIVALENTS (A + B + C)		**2,620.96**	**996.22**
CASH AND CASH EQUIVALENTS AS AT THE BEGINNING OF THE YEAR		**2,265.99**	**1,269.77**
CASH AND CASH EQUIVALENTS AS AT THE END OF THE YEAR		**4,886.95**	**2,265.99**

Material accounting policies 2
See accompanying notes forming part of the standalone financial statements 3-57

In terms of our report attached,

For KKC & Associates LLP
Chartered Accountants
(formerly Khimji Kunverji & Co LLP)
Firm's Registration No: 105146W/W100621

Hasmukh B. Dedhia
(Partner)
Membership No: 033494
Mumbai

M S K A & Associates
Chartered Accountants
Firm's Registration No: 105047W

Swapnil Kale
(Partner)
Membership No: 117812
Mumbai

May 10, 2024

For and on behalf of the Board of Directors

Saurabh Agrawal
(Chairman)
DIN: 02144558

F. N. Subedar
(Director)
DIN: 00028428

Varsha Purandare
(Independent Director)
DIN : 05288076

Nagaraj Ijari
(Independent Director)
DIN: 09390579

V.S. Radhakrishnan
(Independent Director)
DIN: 08064705

Sujit Kumar Varma
(Independent Director)
DIN: 09075212

Aarthi Subramanian
(Director)
DIN: 07121802

Rajiv Sabharwal
(Managing Director & CEO)
DIN: 00057333

Sarita Kamath
(Head - Legal and Compliance & Company Secretary)

Rakesh Bhatia
(Chief Financial Officer)

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

1. CORPORATE INFORMATION

Tata Capital Limited (CIN : U65990MH1991PLC060670) (the "Company" or "TCL") is a subsidiary of Tata Sons Private Limited.

2. Basis of Preparation and material accounting policies

i. Statement of compliance:

These standalone financial statements have been prepared in accordance with the Indian Accounting Standards (Ind AS) as per the Companies (Indian Accounting Standards) Rules, 2015 (as amended by the Companies (Indian Accounting Standards) Rules, 2016), notified under Section 133 of the Companies Act, 2013 (the "Act") (as amended), other relevant provisions of the Act, guidelines issued by the Reserve Bank of India as applicable to NBFCs and other accounting principles generally accepted in India. Any application guidance / clarifications / directions issued by RBI or other regulators are implemented as and when they are issued / applicable, the guidance notes/ announcements issued by the Institute of Chartered Accountants of India (ICAI) are also applied except where compliance with other statutory promulgations require a different treatment. Material accounting policy information has been consistently applied except where a newly issued Ind AS is initially adopted or a revision to an existing Ind AS required a change in the material accounting policy information hitherto in use. The financial statements were authorised for issue by the Board of Directors (BOD) on May 10, 2024.

ii. Presentation of financial statements:

The Balance Sheet, Statement of Profit and Loss and Statement of Changes in Equity are prepared and presented in the format prescribed in the Division III of Schedule III of the Companies Act, 2013 (the 'Act'). The Statement of Cash Flows has been prepared and presented as per the requirements of Ind AS.

A summary of the material accounting policy information and other explanatory information is in accordance with the Companies (Indian Accounting Standards) Rules, 2015 (as amended) as specified under Section 133 of the Act including applicable Indian Accounting Standards (Ind AS) and accounting principles generally accepted in India.

Financial assets and financial liabilities are generally reported gross in the balance sheet. They are only offset and reported net when, in addition to having an unconditional legally enforceable right to offset the recognised amounts without being contingent on a future event, the parties also intend to settle on a net basis.

Amounts in the financial statements are presented in Indian Rupees in Crore, which is also the Company's functional currency and all amounts have been rounded off to the nearest lakhs unless otherwise indicated.

iii. Basis of measurement:

The financial statements have been prepared on the historical cost basis except for certain financial instruments that are measured at fair values at the end of each reporting period as explained in the material accounting policy information below.

Historical cost is generally based on the fair value of the consideration given in exchange for goods and services at the time of entering into the transaction.

iv. Measurement of fair values:

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date, regardless of whether that price is directly observable or estimated using another valuation technique.

In estimating the fair value of an asset or a liability, the Company takes into account the characteristics of the asset or liability if market participants would take those characteristics into account when pricing the asset or liability at the measurement date.

A number of the Company's material accounting policy information and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities.

Fair value for measurement and/or disclosure purposes for certain items in these financial statements is determined considering the following measurement methods:

Items	Measurement basis
Certain financial assets and liabilities (including derivatives instruments)	Fair value
Net defined benefit (asset)/liability	Fair value of planned assets less present value of defined benefit obligations
Property plant and equipment	Value in use under Ind AS 36

Fair values are categorized into different levels (Level 1, Level 2 or Level 3) in a fair value hierarchy based on the inputs used in the valuation techniques. When measuring the fair value of an asset or a liability, the Company uses observable market data as far as possible. If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

The levels are described as follows:

a. Level 1: inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company can access at the measurement date

b. Level 2: inputs are inputs, other than quoted prices included within level 1, that are observable for the asset or liability, either directly or indirectly; and

c. Level 3: inputs are unobservable inputs for the valuation of assets or liabilities that the Company can access at the measurement date.

Valuation model and framework used for fair value measurement and disclosure of financial instrument

Refer notes 34A and 34B

The Company recognizes transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred

v. Use of estimates and judgements:

The preparation of financial statements in conformity with Ind AS requires the Management of the Company to make judgements, assumptions and estimates that affect the reported balances of assets and liabilities and disclosures relating to the contingent liabilities as at the date of the financial statements and reported amounts of income and expenses for the reporting period. The application of material accounting policy information that require critical accounting estimates involving complex and subjective judgments and the use of assumptions in the financial statements have been disclosed as applicable in the respective notes to accounts. Accounting estimates could change from period to period. Future results could differ from these estimates. Appropriate changes in estimates are made as the Management becomes aware of changes in circumstances surrounding the estimates. Changes in estimates are reflected in the financial statements in the period in which changes are made and, if material, their effect are disclosed in the notes to the financial statements.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Judgements:

Information about judgements made in applying material accounting policy information that have most significant effect on the amount recognised in the financial statements is included in the following note:

- Note xi - classification of financial assets: assessment of the business model within which the assets are held and assessment of whether the contractual terms of the financial asset are solely payments of principal and interest on the principal amount outstanding.

Assumptions and estimation of uncertainties:

Information about assumptions and estimation of uncertainties that have a significant risk of resulting in a material adjustment in the year ending March 31, 2024 are included in the following notes:

- Note xii - impairment test of non-financial assets: key assumption underlying recoverable amounts.
- Note xi - The Company's EIR methodology: rate of return that represents the best estimate of a constant rate of return over the expected behavioural life of loans given/taken.
- Note xii - useful life of property, plant, equipment and intangibles.
- Note 42 - Significant judgments are involved in determining the provision for income taxes, including amount expected to be paid / recovered for uncertain tax positions
- Note xxi - recognition and measurement of provisions and contingencies: key assumptions about the likelihood and magnitude of an outflow of resources.
- Note xiv - measurement of defined benefit obligations: key actuarial assumptions.
- Note 34 - determination of the fair value of financial instruments with significant unobservable inputs.
- Note 36A(iii) - impairment of financial instruments: assessment of whether credit risk on the financial asset has increased significantly since initial recognition, assumptions used in estimating recoverable cash flows and incorporation of forward-looking information in the measurement of expected credit loss (ECL). The weights assigned to different scenarios for measurement of forward looking ECL, (i.e. best case, worst case and base case) also requires judgement.

vi. Interest:

Interest consists of consideration for the time value of money, for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs, as well as a profit margin.

Interest income is recognised using the effective interest method. The effective interest rate (EIR) is the rate that exactly discounts estimated future cash flows through the expected life of the financial instrument to the gross carrying amount of the financial asset.

Calculation of the EIR includes all fees received that are incremental and directly attributable to the acquisition of a financial asset.

Interest income is calculated by applying the EIR to the gross carrying amount of non-credit impaired financial assets (i.e. at the amortised cost of the financial asset before adjusting for any expected credit loss allowance). For credit-impaired financial assets the interest income is calculated by applying the EIR to the amortised cost of the credit-impaired financial assets {i.e. at the amortised cost of the financial asset after adjusting for any expected credit loss allowance (ECLs)}. The Company assesses the collectability of the interest on credit impaired assets at each reporting

date. Based on the outcome of such assessment, the interest income accrued on credit impaired financial assets are either accounted for as income or written off as per the write off policy of the Company.

The 'amortised cost' of a financial asset is the amount at which the financial asset is measured on initial recognition minus the principal repayments, plus or minus the cumulative amortisation using the effective interest method of any difference between that initial amount and the maturity amount and, for financial assets, adjusted for any expected credit loss allowance.

The 'gross carrying amount of a financial asset' is the amortised cost of a financial asset before adjusting for any expected credit loss allowance.

vii. Fee and Commission income not integral to effective interest rate (EIR) method under Ind AS 109 and Income from services and distribution of financial products:

The Company recognises the fee and commission income not integral to EIR under Ind AS 109 in accordance with the terms of the relevant customer contracts / agreements and when it is probable that the Company will collect the consideration for following:

Revenue in the form of income from financial advisory (other than for those items to which Ind AS 109 - Financial Instruments are applicable) is measured at the transaction price allocated to the performance obligation, in accordance with Ind AS 115 - Revenue from contracts with customers.

The Company recognises revenue from contracts with customers (other than financial assets to which Ind AS 109 'Financial instruments' is applicable) based on a five step model as set out in Ind AS 115 'Revenue from contracts with customers'.

Step 1: Identify contract(s) with a customer: A contract is defined as an agreement between two or more parties that creates enforceable rights and obligations and sets out the criteria for every contract that must be met.

Step 2: Identify performance obligations in the contract: A performance obligation is a promise in a contract with a customer to transfer a good or service to the customer.

Step 3: Determine the transaction price: The transaction price is the amount of consideration to which the Company expects to be entitled in exchange for transferring promised goods or services to a customer, excluding amounts collected on behalf of third parties.

Step 4: Allocate the transaction price to the performance obligations in the contract: For a contract that has more than one performance obligation, the Company allocates the transaction price to each performance obligation in an amount that depicts the amount of consideration to which the Company expects to be entitled in exchange for satisfying each performance obligation.

Step 5: Recognise revenue when (or as) the Company satisfies a performance obligation.

Fees and commission income

1. The Company recognises service and administration charges towards rendering of additional services to its loan customers on satisfactory completion of service delivery. Bounce charges levied on customers for non-payment of instalment on the contractual date is recognised on realisation.
2. Fees on value added services and products are recognised on rendering of services and products to the customer.
3. Distribution income is earned by distribution of services and products of other entities under distribution arrangements. The income so earned is recognised on successful distribution on behalf of other entities subject to there being no significant uncertainty of its recovery.
4. Foreclosure charges are collected from loan customers for early payment / closure of loan and are recognised on realisation.
5. Advisory Fees are charged to offshore investment manager for providing non-exclusive non binding support services for transactions by private equity funds. Income from advisory services

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

is accounted using cost plus mark-up as and when the service is rendered, provided there is reasonable certainty of its ultimate realization.

6. Private Equity Asset Management fees are charged for assets under management and are recognized as contracted under investment management agreement with each Private Equity Fund.

7. Income from Managerial services are charged for providing managerial and marketing services and are accounted using cost plus mark-up as and when the underlying costs are incurred. Reimbursement of expenses incurred for rendering services are reduced from such expense heads, provided there is reasonable certainty of its ultimate realization.

8. **Wealth Management Business:**

a) **Brokerage / Distribution Fee Income**

Bonds / Fixed Deposits / Unlisted Equity / Wills & Trust / Alternative Investment Funds / International products / External Asset Cross sell / Other Referral Products

Income is recognised as per the contractual rate on trade date basis and is exclusive of goods and services tax and securities transaction tax (STT) wherever applicable.

b) Insurance Income

Income is recognised for the commission earned by the Company on the issuance of policies logged in during the month and confirmed by the Insurers subject to cancellations done by the customers.

c) Income from Mutual Funds

Income is recognised as per the commission specified in the agreement on daily average assets under management which is provided by Registrar and Transfer Agents of each Mutual Fund Entities

d) Income from Portfolio Management Services ("PMS") & Alternative Investment Funds ("Trail based AIF")

a. Income from PMS and Trail based AIF is recognised on monthly basis on the monthly closing assets of each partner and as per the contractual commission specified in the agreement.

b. Processing fees, if any, is recognized on upfront basis in the year of receipt.

c. Performance based fee, wherever applicable, is recognized as a percentage of annual profit, in accordance with the terms of the agreement with clients on the completion of the period.

viii. Dividend income

Income from dividend on investment in equity shares and preference share of corporate bodies and units of mutual funds is accounted when the Company's right to receive dividend is established and it is probable that the economic benefits associated with the dividend will flow to the entity and the amount of the dividend can be measured reliably. Dividend income on financial assets measured at fair value through profit and loss is presented under Dividend income and not as a part of Net gains/(losses) on fair value changes.

ix. Leases

Asset given on lease:

Leases are classified as operating lease where significant portion of risks and reward of ownership of assets acquired under lease is retained by the lessor. Leases of assets under which substantially all of the risks and rewards of ownership are effectively retained by the lessee are classified as finance lease.

Assets given under finance lease are recognised as a receivable at an amount equal to the net investment in the lease. Lease rentals are apportioned between principal and interest on the internal rate of return. The principal amount received reduces the net investment in the lease and interest is recognised as revenue.

Lease rental - under operating leases (excluding amount for services such as insurance and maintenance) are recognised on a straight-line basis over the lease term.

Asset taken on lease:

The Company's lease asset classes primarily consist of leases for properties.

The Company presents right-of-use assets and lease liabilities separately on the face of the Balance sheet. Lease payments (including interest) have been classified as financing cashflows.

The Company recognises a right-of-use asset and a lease liability at the lease commencement date. The cost of the right-of-use asset measured at inception shall comprise of the amount of the initial measurement of the lease liability adjusted for any lease payments made at or before the commencement date less any lease incentives received, plus any initial direct costs incurred and an estimate of costs to be incurred by the lessee in dismantling and removing the underlying asset or restoring the underlying asset or site on which it is located. The right-of-use asset is subsequently measured at cost less any accumulated depreciation and accumulated impairment loss, if any, and adjusted for certain re-measurements of the lease liability. The right-of-use assets is depreciated using the straight-line method from the commencement date to the end of the lease term. Right-of-use assets are tested for impairment whenever there is any indication that their carrying amounts may not be recoverable. Impairment loss, if any, is recognized in the statement of profit and loss. When a right-of-use asset meets the definition of investment property, it is presented in investment property.

The Company measures the lease liability at the present value of the lease payments that are not paid at the commencement date of the lease. The lease payments are discounted using the interest rate implicit in the lease, if that rate can be readily determined. If that rate cannot be readily determined, the Company uses incremental borrowing rate.

The lease liability is subsequently increased by the interest cost on the lease liability and decreased by lease payment made. The carrying amount of lease liability is remeasured to reflect any reassessment or lease modifications or to reflect revised in-substance fixed lease payments. A change in the estimate of the amount expected to be payable under a residual value guarantee, or as appropriate, changes in the assessment of whether a purchase or extension option is reasonably certain to be exercised or a termination option is reasonably certain not be exercised.

The Company has applied judgement to determine the lease term for some lease contracts in which it is a lessee that include renewal options. The assessment of whether the Company is reasonably certain to exercise such options impacts the lease term, which significantly affects the amount of lease liabilities and right of use assets recognised. The discounted rate is generally based on incremental borrowing rate specific to the lease being evaluated.

x. Borrowing cost:

Borrowing costs include interest expense calculated using the EIR on respective financial instruments measured at amortised cost and exchange differences arising from foreign currency borrowings, to the extent they are regarded as an adjustment to interest costs.

The effective interest rate (EIR) is the rate that exactly discounts estimated future cash flows through the expected life of the financial instrument to the gross carrying amount of the financial liability.

Calculation of the EIR includes all fees paid that are incremental and directly attributable to the issue of a financial liability.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

xi. Financial Instruments

Financial assets and financial liabilities are recognised in the Company's balance sheet on trade date, i.e. when the Company becomes a party to the contractual provisions of the instrument.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs and revenues that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities measured at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition. Transaction costs and revenues of financial assets or financial liabilities carried at fair value through the profit or loss account are recognised immediately in the Statement of Profit or Loss. Trade Receivables are measured at transaction price.

a) Financial assets

Classification

On initial recognition, depending on the Company's business model for managing the financial assets and its contractual cash flow characteristics, a financial asset is classified as measured at;

1) amortised cost;

2) fair value through other comprehensive income (FVTOCI); or

3) fair value through profit and loss (FVTPL).

Financial assets are not reclassified subsequent to their initial recognition, except if and in the period the Company changes its business model for managing financial assets.

A financial asset is measured at amortised cost using Effective Interest Rate (EIR) method if it meets both of the following conditions and is not recognised as at FVTPL:

- The asset is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

On initial recognition of an equity investment that is not held for trading, the Company may irrevocably elect to present subsequent changes in the investment's fair value in OCI (designated as FVTOCI – equity investment). This election is made an investment – by – investment basis.

All financials assets not classified and measured at amortised cost or FVTOCI as described above are measured at FVTPL. On initial recognition, the Company may irrevocably designate the financials assets that otherwise meets the requirements to be measured at amortised cost or at FVTOCI or at FVTPL, if doing so eliminates or significantly reduces the accounting mismatch that would otherwise arise.

Business model assessment

The Company makes an assessment of the objective of the business model in which a financial asset is held at a portfolio level because this best reflects the way the business is managed and information is provided to management. The information considered includes:

- the stated policies and objectives for the portfolio and the operation of those policies in practice.
- how the performance of the portfolio is evaluated and reported to the Company's management;
- the risks that affect the performance of the business model (and the financial assets held within that business model) and how those risks are managed;
- the frequency, volume and timing of sales of financial assets in prior periods, the reasons for such sales and expectation about future sales activity.

- How managers of the business are compensated (e.g. whether the compensation is based on the fair value of the assets managed or on the contractual cash flows collected).

At initial recognition of a financial asset, the Company determines whether newly recognized financial assets are part of an existing business model or whether they reflect a new business model. The Company reassess its business models each reporting period to determine whether the business models have changed since the preceding period.

Assessment whether contractual cash flows are solely payments of principal and interest

For the purposes of this assessment, 'principal' is defined as the fair value of the financial asset on initial recognition. That principal amount may change over the life of the financial assets (e.g. if there are payments of principal). Amount of 'Interest' is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (e.g. liquidity risk and administrative costs), as well as a profit margin.

In assessing whether the contractual cash flows are solely payments of principal and interest, the Company considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making this assessment, the Company considers:

- Contingent events that would change the amount or timing of cash flows;
- Terms that may adjust the contractual coupon rate, including variable interest rate features;
- Prepayment and extension features; and
- Terms that limit the Company's claim to cash flows from specified assets.

Contractual cash flows that are SPPI are consistent with a basic lending arrangement. Contractual terms that introduce exposure to risks or volatility in the contractual cash flows that are unrelated to a basic lending arrangement, such as exposure to changes in equity prices or commodity prices, do not give rise to contractual cash flows that are SPPI.

A prepayment feature is consistent with the solely payments of principal and interest criterion if the prepayment amount substantially represents unpaid amounts of principal and interest on the principal amount outstanding, which may include reasonable additional compensation for early termination of the contract. Additionally, for a financial asset acquired at a significant discount or premium to its contractual par amount, a feature that permits or requires prepayment at an amount that substantially represents the contractual par amount plus accrued (but unpaid) contractual interest (which may also include reasonable additional compensation for early termination) is treated as consistent with this criterion if the fair value of the prepayment feature is insignificant at initial recognition.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Subsequent measurement and gains and losses

Financial assets at FVTPL	These assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognised in the statement of profit or loss. The transaction costs and fees are also recorded related to these instruments in the statement of profit and loss.
Financial assets at amortised cost	These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognised in the statement of profit or loss. Any gain or loss on de-recognition is recognised in the statement of profit or loss.
Financial assets (other than Equity Investments) at FVTOCI	Financial assets that are held within a business model whose objective is achieved by both, selling financial assets and collecting contractual cash flows that are solely payments of principal and interest, are subsequently measured at fair value through other comprehensive income. Fair value movements are recognized in the other comprehensive income (OCI). Interest income measured using the EIR method and impairment losses, if any are recognised in the statement of Profit and Loss. On derecognition, cumulative gain or loss previously recognised in OCI is reclassified from the equity to the statement of Profit and Loss.
Equity investments at FVTOCI	These assets are subsequently measured at fair value. Dividends are recognised as income in the Statement of Profit and Loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognised in OCI and are not reclassified to profit or loss.

Reclassifications within classes of financial assets

Financial assets are not reclassified subsequent to their initial recognition, except in the period after the Company changes its business model for managing financial assets.

The classification and measurement requirements of the new category apply prospectively from the first day of the first reporting period following the change in business model that result in reclassifying the Company's financial assets.

Impairment of Financial Asset

Impairment approach

Overview of the Expected Credit Losses (ECL) principles

The Company records allowance for expected credit losses for all loans (including those classified as measured at FVTOCI), together with loan commitments, in this section all referred to as 'financial instruments' other than those measured at FVTPL. Equity instruments are not subject to impairment under Ind AS 109.

The ECL allowance is based on the credit losses expected to arise over the life of the asset (the lifetime expected credit loss or LTECL), unless there has been no significant increase in credit risk since origination, in which case, the allowance is based on the 12 months' expected credit loss (12m ECL). The Company's policies for determining if there has been a significant increase in credit risk are set out in Note 36A.

The 12m ECL is the portion of LTECLs that represent the ECLs that result from default events on a financial instrument that are possible within the 12 months after the reporting date.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Both LTECLs and 12m ECLs are calculated on an individual/portfolio basis – having similar risk characteristic, depending on the nature of the underlying portfolio of financial instruments.

The Company has established a policy to perform an assessment, at the end of each reporting period, of whether a financial instrument's credit risk has increased significantly since initial recognition, by considering the change in the risk of default occurring over the remaining life of the financial instrument.

Based on the above process, the Company categorises its loans into Stage 1, Stage 2 and Stage 3, as described below:

Stage 1: When loans are first recognised, the Company recognises an allowance based on 12mECLs. This also include facilities where the credit risk has improved and the loan has been reclassified from Stage 2.

Stage 2: When a loan has shown a significant increase in credit risk since origination, the Company records an allowance for the LTECLs. Stage 2 loans also include facilities, where the credit risk has improved and the loan has been reclassified from Stage 3.

Stage 3: Loans considered credit-impaired. A default on a financial asset is when the counterparty fails to make the contractual payments within 90 days of when they fall due. Accordingly, the financial assets shall be classified as Stage 3, if on the reporting date, it has been 90 days past due. Further if the customer has requested forbearance in repayment terms, such restructured, rescheduled or renegotiated accounts are also classified as Stage 3. Non-payment on another obligation of the same customer is also considered as a stage 3. Defaulted accounts include customers reported as fraud in the Fraud Risk Management Committee. Once an account defaults as a result of the Days past due condition, it will be considered to be cured only when entire arrears of interest and principal are paid by the borrower. The Company records an allowance for the LTECLs.

Undrawn loan commitments

Undrawn loan commitments are commitments under which, over the duration of the commitment, the Company is required to provide a loan with pre-specified terms to the customer. Undrawn loan commitments are in the scope of the ECL requirements.

Financial guarantee contract:

A financial guarantee contract requires the Company to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payments when due in accordance with the terms of a debt instrument.

Financial guarantee contracts issued by the Company are initially measured at their fair values and, if not designated as at FVTPL and not arising from a transfer of a financial asset, are subsequently measured at the higher of:

- the amount of the loss allowance determined in accordance with Ind AS 109; and
- the amount initially recognised less, where appropriate, cumulative amount of income recognised in accordance with the Company's revenue recognition policies. The Company has not designated any financial guarantee contracts as FVTPL.

Company's ECL for financial guarantee is estimated based on the present value of the expected payments to reimburse the holder for a credit loss that it incurs. The shortfalls are discounted by the interest rate relevant to the exposure.

The Measurement of ECLs

The Company calculates ECLs based on a probability-weighted scenario to measure the expected cash shortfalls, discounted at an approximation to the EIR. A cash shortfall is the difference between the cash flows that are due to an entity in accordance with the contract and the cash flows that the entity expects to receive.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

The mechanics of the ECL calculations are outlined below and the key elements are, as follows:

Probability of Default (PD): The Probability of Default is an estimate of the likelihood of default over a given time horizon. A default may only happen at a certain time over the assessed period, if the facility has not been previously derecognised and is still in the portfolio.

Exposure at Default (EAD): The Exposure at Default is an estimate of the exposure at a future default date, taking into account expected changes in the exposure after the reporting date, including repayments of principal and interest, whether scheduled by contract or otherwise, expected drawdowns on committed facilities, and accrued interest from missed payments.

Loss Given Default (LGD): The Loss Given Default is an estimate of the loss arising in the case where a default occurs at a given time. It is based on the difference between the contractual cash flows due and those that the lender would expect to receive, including from the realisation of any collateral. It is usually expressed as a percentage of the EAD.

Impairment losses and releases are accounted for and disclosed separately from modification losses or gains that are accounted for as an adjustment of the financial asset's gross carrying value

When estimating LTECLs for undrawn loan commitments, the Company estimates the expected portion of the loan commitment that will be drawn down over its expected life. The ECL is then based on the present value of the expected shortfalls in cash flows if the loan is drawn down, based on a probability-weightage. The expected cash shortfalls are discounted at an approximation to the expected EIR on the loan.

The above calculated PDs, EAD and LGDs are reviewed and changes in the forward looking estimates are analysed during the year.

The mechanics of the ECL method are summarised below:

Stage 1 The 12 months ECL is calculated as the portion of LTECLs that represent the ECLs that result from default events on a financial instrument that are possible within the 12 months after the reporting date. These expected 12-months default probabilities are applied to a forecast EAD and multiplied by the expected LGD.

Stage 2 When a loan has shown a significant increase in credit risk since origination, the Company records an allowance for the LTECLs. The mechanics are similar to those explained above, but PDs and LGDs are estimated over the lifetime of the instrument. The expected cash shortfalls are discounted by an contractual or portfolio EIR as the case may be.

Stage 3 For loans considered credit-impaired, the Company recognises the lifetime expected credit losses for these loans. The method is similar to that for stage 2 assets, with the PD set at 100%.

In ECL model the Company relies on broad range of forward looking information for economic inputs.

The Company recognises loss allowance for expected credit losses (ECLs) on all financial assets at amortised cost that are debt instruments, - debt financial assets at fair value through other comprehensive income, loan commitments and financial guarantee contracts. No impairment loss is recognised on equity investments.

When determining whether credit risk of a financial asset has increased significantly since initial recognition and when estimating expected credit losses, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, including on historical experience and forward-looking information (Refer Note 36A(iii)).

Impairment of Trade receivable and Operating lease receivable

Impairment allowance on trade receivables is made under simplified approach on the basis of life time credit loss method, in addition to specific provision considering the uncertainty of recoverability of certain receivables.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Write-off

Impaired loans and receivables are written off, against the related allowance for loan impairment on completion of the Company's internal processes and when the Company concludes that there is no longer any realistic prospect of recovery of part or all of the loan. For loans that are individually assessed for impairment, the timing of write off is determined on a case by case basis. A write-off constitutes a de-recognition event. The Company has a right to apply enforcement activities to recover such written off financial assets. Subsequent recoveries of amounts previously written off are credited to the statement of profit and loss.

Collateral valuation and repossession

To mitigate the credit risk on financial assets, the Company seeks to use collateral, where possible as per the powers conferred on the Non Banking Finance Companies under the Securitisation and Reconstruction of Financial Assets and Enforcement of Securities Interest Act, 2002 ("SARFAESI").

The Company provides fully secured, partially secured and unsecured loans to individuals and Corporates. In its normal course of business upon account becoming delinquent, the Company physically repossess properties or other assets in its retail portfolio. Any surplus funds are returned to the customers/ obligors. As a result of this practice, the residential properties, vehicles, plant and machinery under legal repossession processes are not recorded on the balance sheet and not treated as non–current assets held for sale unless the title is also transferred in the name of the Company.

Presentation of ECL allowance for financial asset:

Type of Financial asset	Disclosure
Financial asset measured at amortised cost	shown as a deduction from the gross carrying amount of the assets
Loan commitments and financial guarantee contracts	shown separately under the head "provisions"

Modification and De-recognition of financial assets

Modification of financial assets

A modification of a financial asset occurs when the contractual terms governing the cash flows of a financial asset are renegotiated or otherwise modified between initial recognition and maturity of the financial asset. A modification affects the amount and/or timing of the contractual cash flows either immediately or at a future date. The Company renegotiates loans to customers in financial difficulty to maximise collection and minimise the risk of default. A loan forbearance is granted in cases where although the borrower made all reasonable efforts to pay under the original contractual terms, there is a high risk of default or default has already happened and the borrower is expected to be able to meet the revised terms. The revised terms in most of the cases include an extension of the maturity of the loan, changes to the timing of the cash flows of the loan (principal and interest repayment), reduction in the amount of cash flows due (principal and interest forgiveness). Such accounts are classified as stage 3 immediately upon such modification in the terms of the contract.

Not all changes in terms of loans are considered as renegotiation and changes in terms of a class of obligors that are not overdue is not considered as renegotiation and is not subjected to deterioration in staging.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

De-recognition of financial assets

A financial asset (or, where applicable, a part of a financial asset or part of a group of similar financial assets) is derecognised when:

1) the rights to receive cash flows from the asset have expired, or

2) the Company has transferred its rights to receive cash flows from the asset and substantially all the risks and rewards of ownership of the asset, or the Company has neither transferred nor retained substantially all the risks and rewards of ownership of the asset, but has transferred control of the asset

If the Company retains substantially all the risks and rewards of ownership of a transferred financial asset, the Company continues to recognise the financial asset and also recognises a collateralised borrowing for the proceeds received.

On derecognition of a financial asset, the difference between the carrying amount of the asset (or the carrying amount allocated to the portion of the asset derecognised) and the sum of (i) the consideration received (including any new asset obtained less any new liability assumed) and (ii) any cumulative gain or loss that had been recognised in OCI is recognised in profit or loss.

Any cumulative gain/loss recognised in OCI in respect of equity investment securities designated as at FVTOCI is not recognised in profit or loss on derecognition of such securities. Any interest in transferred financial assets that qualify for derecognition that is created or retained by the Group is recognised as a separate asset or liability.

Securitization and Assignment

In case of transfer of loans through securitisation and direct assignment transactions, the transferred loans are de-recognised and gains/losses are accounted for, only if the Company transfers substantially all risks and rewards specified in the underlying assigned loan contract.

In accordance with the Ind AS 109, on de-recognition of a financial asset under assigned transactions, the difference between the carrying amount and the consideration received are recognised in the Statement of Profit and Loss.

Financial liability and Equity

Debt and equity instruments that are issued are classified as either financial liabilities or as equity in accordance with the substance of the contractual arrangement.

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company are recognised at the proceeds received, net of direct issue costs.

Financial liabilities are subsequently measured at the amortised cost using the effective interest method, unless at initial recognition, they are classified as fair value through profit and loss. Interest expense are recognised in the Statement of profit and loss. Any gain or loss on derecognition is also recognised in the statement of profit or loss.

Financial liabilities

A financial liability is a contractual obligation to deliver cash or another financial asset or to exchange financial assets or financial liabilities with another entity under conditions that are potentially unfavourable to the Company or a contract that will or may be settled in the Company's own equity instruments and is a non-derivative contract for which the Company is or may be obliged to deliver a variable number of its own equity instruments, or a derivative contract over own equity that will or may be settled other than by the exchange of a fixed amount of cash (or another financial asset) for a fixed number of the Company's own equity instruments.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Classification

The Company classifies its financial liability as “Financial liability measured at amortised cost” except for those classified as financial liabilities measured at fair value through profit and loss (FVTPL).

De-recognition of financial liabilities

The Company derecognises financial liabilities when, and only when, the Company’s obligations are discharged, cancelled or have expired. The difference between the carrying amount of the financial liability derecognised and the consideration paid and payable is recognised in profit or loss.

Equity

An equity instrument is any contract that evidences a residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued by the Company are recognised at the proceeds received, net of direct issue costs. A conversion option that will be settled by the exchange of a fixed amount of cash or another financial asset for a fixed number of the Company’s own equity instruments is an equity instrument.

No gain/loss is recognised in profit or loss on the purchase, sale, issue or cancellation of the Company’s own equity instruments.

b) Derivative Financial Instruments

The Company holds derivative financial instruments to hedge its foreign currency and interest rate risk exposures. Embedded derivatives are separated from the host contract and accounted for separately if certain criteria are met.

Derivatives are initially recognised at fair value at the date a derivative contract is entered into and are subsequently remeasured to their fair value at each balance sheet date. The resulting gain/loss is recognised in the statement of profit and loss immediately unless the derivative is designated and is effective as a hedging instrument, in which event the timing of the recognition in the statement of profit and loss depends on the nature of the hedge relationship.

The Company designates certain derivatives as hedging instruments to hedge the variability in cash flows associated with its floating rate borrowings arising from changes in interest rates and exchange rates.

At inception of designated hedging relationships, the Company documents the risk management objective and strategy for undertaking the hedge. The Company also documents the economic relationship between the hedged item and the hedging instrument, including whether the changes in cash flows of the hedged item and hedging instrument are expected to offset each other.

Cash flow hedges

When a derivative is designated as a cash flow hedging instrument, the effective portion of changes in the fair value of the derivative is recognised in OCI and accumulated in the other equity under ‘effective portion of cash flows hedges’. The effective portion of changes in the fair value of the derivative that is recognised in OCI is limited to the cumulative change in fair value of the hedged item, determined on a present value basis, from inception of the hedge. Any ineffective portion of changes in fair value of the derivative is recognised immediately in profit or loss.

The Company designates only the change in fair value of the spot element of forward exchange contracts as the hedging instrument in cash flow hedge relationships. The change in fair value of the forward element of the forward exchange contracts (‘forward points’) is separately accounted for as cost of hedging and recognised separately within equity.

If a hedge no longer meets the criteria for hedge accounting or the hedging instrument is sold, expires, is terminated or is exercised, then hedge accounting is discontinued prospectively. If the hedged future cash flows are no longer expected to occur, then the amounts that have been accumulated in other equity are immediately reclassified to profit or loss.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

c) Cash, Cash equivalents and bank balances

Cash, Cash equivalents and bank balances include fixed deposits,margin money deposits, and earmarked balances with banks are carried at amortised cost.

xii. Property, plant and equipment(PPE)

a) PPE

PPE acquired by the Company are reported at acquisition cost less accumulated depreciation and accumulated impairment losses, if any. Estimated cost of dismantling and removing the item and restoring the site on which its located does not arise for owned assets, for leased assets the same are borne by the lessee as per the lease agreement. The acquisition cost includes any cost attributable for bringing an asset to its working condition net of tax/duty credits availed, which comprises of purchase consideration and other directly attributable costs of bringing the assets to their working condition for their intended use. PPE is recognised when it is probable that future economic benefits associated with the item will flow to the Company and the cost of the item can be measured reliably. Subsequent expenditure on PPE after its purchase is capitalized only if it is probable that the future economic benefits will flow to the enterprise and the cost of the item can be measured reliably.

b) Capital work-in-progress

PPE not ready for the intended use on the date of the Balance Sheet are disclosed as “capital work-in-progress” and carried at cost, comprising direct cost, related incidental expenses and attributable interest.

c) Other Intangible assets

Intangible assets are recognised when it is probable that the future economic benefits that are attributable to the asset will flow to the Company and the cost of the asset can be measured reliably. Intangible assets are stated at original cost net of tax/duty credits availed, if any, less accumulated amortisation and cumulative impairment. Administrative and other general overhead expenses that are specifically attributable to the acquisition of intangible assets are allocated and capitalised as a part of the cost of the intangible assets. Expenses on software support and maintenance are charged to the Statement of Profit and Loss during the year in which such costs are incurred.

d) Intangible assets under development

Intangible assets not ready for the intended use on the date of Balance Sheet are disclosed as “Intangible assets under development”.

e) Depreciation and Amortisation

Depreciable amount for tangible property, plant and equipment is the cost of an asset, or other amount substituted for cost, less its estimated residual value. The residual value of each asset given on Operating lease is determined at the time of recording of the lease asset. If the residual value of the Operating lease asset is higher than 5%, the Company has a justification in place for considering the same.

Depreciation on tangible property, plant and equipment deployed for own use has been provided on the straight-line method as per the useful life prescribed in Schedule II to the Companies Act, 2013 except in respect of buildings, computer equipment, software, plant and machinery and vehicles, in whose case the life of the assets has been internally assessed based on the nature of the asset, the estimated usage of the asset, the operating conditions of the asset, past history of replacement, etc.

Based on internal assessment, depreciation on tangible property, plant and equipment deployed on operating lease has been provided on the straight-line method over the primary lease period of the asset. The estimated useful life and residual values are also reviewed at each financial year end with the effect of any change in the estimates of useful life/residual value is accounted on prospective basis. Depreciation for additions to/deductions from owned assets is calculated pro rata to the remaining period of use. Depreciation charge for impaired assets is adjusted in future periods in such a manner that the

revised carrying amount of the asset is allocated over its remaining useful life. All capital assets with individual value less than ₹ 5,000 are depreciated fully in the year in which they are purchased.

Purchased software / licenses are amortised over the estimated useful life during which the benefits are expected to accrue.The method of amortisation and useful life are reviewed at the end of each accounting year with the effect of any changes in the estimate being accounted for on a prospective basis. Amortisation on impaired assets is provided by adjusting the amortisation charge in the remaining periods so as to allocate the asset's revised carrying amount over its remaining useful life.

Estimated useful life considered by the Company are:

Asset	Estimated Useful Life
Leasehold Improvements	As per lease period
Furniture and Fixtures	Owned: 10 years
Computer Equipment	Owned: 4 years
Office Equipment	Owned: 5 years
Vehicles	Owned: 4 years
Software	Owned: 1 to 15 years
Buildings / Investmentr Property	25 years
Plant & Machinery	Owned: 10 years

In case of leased assets, useful life is considered as per the lease period.\

f) Investment property

Properties held to earn rentals and/or capital appreciation are classified as Investment properties and measured and reported at cost, including transaction costs. Subsequent to initial recognition its measured at cost less accumulated depreciation and accumulated impairment losses, if any. When the use of an existing property changes from owner-occupied to investment property, the property is reclassified as investment property at its carrying amount on the date of reclassification.

When there is a change in use of an existing property classified as investment property evidenced by commencement of owner occupation, the property is reclassified as property, plant & equipment at its carrying amount on the date of reclassification.

An investment property is derecognised upon disposal or when the investment property is permanently withdrawn from use and no future economic benefits are expected from the disposal. Any gain or loss arising on de-recognition of property is recognised in the Statement of Profit and Loss in the same period.

g) Impairment of assets:

Upon an observed trigger the Company reviews the carrying amounts of its PPE, investment property and intangible asset to determine whether there is any indication that the asset have suffered an impairment loss. If such indication exists, the PPE, investment property and intangible assets are tested for impairment so as to determine the impairment loss, if any.

Impairment loss is recognised when the carrying amount of an asset exceeds its recoverable amount. Recoverable amount is the higher of fair value less cost of disposal and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

If recoverable amount of an asset is estimated to be less than its carrying amount, such deficit is recognised immediately in the Statement of Profit and Loss as impairment loss and the carrying amount of the asset is reduced to its recoverable amount.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

When an impairment loss subsequently reverses, the carrying amount of the asset is increased to the revised estimate of its recoverable amount so that the increased carrying amount does not exceed the carrying amount that would have been determined had no impairment loss is recognised for the asset in prior years. A reversal of an impairment loss is recognised immediately in the Statement of Profit and Loss.

h) De-recognition of property, plant and equipment and intangible asset

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of PPE is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in the Statement of Profit and Loss. An intangible asset is derecognised on disposal, or when no future economic benefits are expected from use or disposal. Gains or losses arising from de-recognition of an intangible asset, measured as the difference between the net disposal proceeds and the carrying amount of the asset, are recognised in the Statement of Profit and Loss.

xiii. Non-Current Assets held for sale:

Non-current assets are classified as held for sale if their carrying amount is intended to be recovered principally through a sale (rather than through continuing use) when the asset is available for immediate sale in its present condition subject only to terms that are usual and customary for sale of such asset and the sale is highly probable and is expected to qualify for recognition as a completed sale within one year from the date of classification.

Non-current assets classified as held for sale are measured at lower of their carrying amount and fair value less costs to sell.

The Company has a policy to make impairment provision at one third of the value of the Asset for each year upon completion of three years up to the end of five years based on the past observed pattern of recoveries. Losses on initial classification as Held for sale and subsequent gains & losses on remeasurement are recognised in Statement of Profit and loss. Once classified as Held for sale, the assets are no longer amortised or depreciated.

xiv. Employee Benefits

Defined Contribution benefits include superannuation fund .

Defined Employee benefits include gratuity fund, provident fund compensated absences and long service awards.

Defined contribution plans

The Company's contribution to superannuation fund is considered as defined contribution plan and is charged as an expense in the Statement of Profit and Loss based on the amount of contribution required to be made and when services are rendered by the employees.

Defined benefit plans

The Company makes Provident Fund contributions, a defined benefit plan for qualifying employees. Under the Schemes, both employees and the Company make monthly contributions at a specified percentage of the covered employees' salary (currently 12% of employees' salary). The contributions, except that the employer's contribution towards pension fund is paid to the Regional Provident Fund office, as specified under the law, are made to the provident fund set up as an irrevocable trust by Tata Capital Limited ("the ultimate parent Company"). The interest rate payable to the members of the trust shall not be lower than the statutory rate of interest declared by the Central Government under the Employees Provident Funds and Miscellaneous Provisions Act, 1952 and shortfall on account of , if any, shall be made good by the Company. Hence the Company is liable for annual contributions and any deficiency in interest cost compared to interest computed based on the rate of interest declared by the

Central Government. The total liability in respect of the interest shortfall of the Fund is determined on the basis of an actuarial valuation. The interest liability arising only to the extent of the aforesaid differential shortfalls is a defined benefit plan. There is no such shortfall as at March 31, 2024.

For defined benefit plans in the form of gratuity, the cost of providing benefits is determined using the Projected Unit Credit method, with actuarial valuations being carried out at each Balance Sheet date. As per Ind AS 19, the service cost and the net interest cost are charged to the Statement of Profit and Loss. Remeasurement of the net defined benefit liability, which comprise actuarial gains and losses, the return on plan assets (excluding interest) and the effect of the asset ceiling (if any, excluding interest), are recognised in Other Comprehensive Income. Past service cost is recognised immediately to the extent that the benefits are already vested. The retirement benefit obligation recognised in the Balance Sheet represents the present value of the defined benefit obligation as adjusted for unrecognised past service cost, as reduced by the fair value of scheme assets. Any asset resulting from this calculation is limited to past service cost, plus the present value of available refunds and reductions in future contributions to the schemes.

Short-term employee benefits

The undiscounted amount of short-term employee benefits expected to be paid in exchange for the services rendered by employees are recognised during the year when the employees render the service. These benefits include performance incentive and compensated absences which are expected to occur within twelve months after the end of the reporting period in which the employee renders the related service.

The cost of short-term compensated absences is accounted as under:

(a) in case of accumulated compensated absences, when employees render the services that increase their entitlement of future compensated absences; and

(b) in case of non-accumulating compensated absences, when the absences occur.

Other long-term employee benefits

Compensated absences which are not expected to occur within twelve months after the end of the year in which the employee renders the related service are recognised as a liability at the present value of the defined benefit obligation as at the balance sheet date less the fair value of the plan assets out of which the obligations are expected to be settled. Long term service awards are recognised as a liability at the present value of the defined benefit obligation as at the balance sheet date.

The obligation is measured on the basis of actuarial valuation using Projected unit credit method and remeasurements gains/ losses are recognised in P&L in the period in which they arise.

Share based payment transaction

The stock options of the Parent Company, granted to employees pursuant to the Company's Stock Options Schemes, are measured at the fair value of the options at the grant date as per Black and Scholes model. The fair value of the options is treated as discount and accounted as employee compensation cost, with a corresponding increase in other equity, over the vesting period on a straight line basis. The amount recognised as expense in each year is arrived at based on the number of grants expected to vest. If a grant lapses after the vesting period, the cumulative discount recognised as expense, with a corresponding increase in other equity, in respect of such grant is transferred to the General reserve within other equity.

xv. Foreign currency transactions

Transactions in currencies other than the Company's functional currency are recorded on initial recognition using the exchange rate at the transaction date. At each Balance Sheet date, foreign currency monetary items are reported at the rates prevailing at the year end. Non-monetary items that are measured in terms of historical cost in foreign currency are not retranslated.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Functional currency of the Company and foreign operations has been determined based on the primary economic environment in which the Company and its foreign operations operate considering the currency in which funds are generated, spent and retained.

Exchange differences that arise on settlement of monetary items or on reporting of monetary items at each Balance Sheet date at the closing spot rate are recognised in the Statement of Profit and Loss in the period in which they arise.

xvi. Operating Segments

The Company's main business is financing by way of loans for retail and corporate borrowers in India. The Company's operating segments consist of "Financing Activity", " Investment Activity" and "Others". All other activities of the Company revolve around the main businesses. This in the context of Ind AS 108 – operating segments reporting are considered to constitute reportable segment. The Chief Operating Decision Maker (CODM) of the Company is the Managing Director along with the Board of Directors in the operating segment. Operating segment disclosures are consistent with the information reviewed by the CODM.

An operating segment is a component of the company that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the company's other components, and for which discrete financial information is available. Accordingly, all operating segment's operating results of the Company are reviewed regularly by the Board of Directors to make decisions about resources to be allocated to the segments and assess their performance.

The "Financing Activity" segment consists of asset financing, term loans (corporate and retail), channel financing, credit substitutes, investments linked to/arising out of lending business and bill discounting. The "Investment Activity" segment includes corporate investments including private equity investments and "Others" segment primarily includes advisory services, wealth management, distribution of financial products and leasing.

Revenue and expense directly attributable to segments are reported under each operating segment. Expenses not directly identifiable to each of the segments have been allocated to each segment on the basis of associated revenues/expense of each segment. All other revenue and expenses which are not attributable or allocable to segments have been disclosed as un-allocable expenses.

Assets and liabilities that are directly attributable to segments are disclosed under each reportable segment. All other assets and liabilities are disclosed as un-allocable.

xvii. Investments in associates

The Company has elected to measure investment in associate at cost as per Ind AS 27 – Separate Financial Statements, accordingly measurement at fair value through statement of profit and loss account and related disclosure under Ind AS 109 does not apply.

xviii. Earnings per share

Basic earnings per share has been computed by dividing net income attributable to ordinary equity holders by the weighted average number of shares outstanding during the year. Partly paid up equity share is included as fully paid equivalent according to the fraction paid up.

Diluted earnings per share has been computed using the weighted average number of shares and dilutive potential shares, except where the result would be anti-dilutive

xix. Taxation

Income Tax

Income tax expense comprises current and deferred taxes. Income tax expense is recognized in the Statement of Profit and Loss, other comprehensive income or directly in equity when they relate to items that are recognized in the respective line items.

Current Tax

Current tax comprises the expected tax payable or receivable on the taxable income or loss for the year and any adjustment to the tax payable or receivable in respect of previous years. The amount of current tax reflects the best estimate of the tax amount expected to be paid or received after considering the uncertainty, if any, related to income taxes. It is measured using tax rates (and tax law) enacted or substantively enacted by the reporting date.

Current tax assets and liabilities are offset only if there is a legally enforceable right to set off the recognised amounts and it is intended to realise the asset and settle the liability on a net basis or simultaneously.

Deferred Tax

Deferred tax assets and liabilities are recognized for the future tax consequences of temporary differences between the carrying values of assets and liabilities and their respective tax bases, and unutilized business loss and depreciation carry-forwards and tax credits. Deferred tax assets are recognised to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences, unused tax losses, depreciation carry-forwards and unused tax credits could be utilized.

The carrying amount of deferred tax assets are reviewed at each reporting date and are recognised/ reduced to the extent that it is probable/ no longer probable respectively that the related tax benefit will be realised.

Deferred tax assets and liabilities are measured based on the tax rates that are expected to apply in the period when the asset is realised or the liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted by the balance sheet date.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to set off current tax assets against current tax liabilities and when they relate to income taxes levied by the same taxation authority and the Company intends to settle its current tax assets and liabilities on a net basis.

xx. Goods and Services Input Tax Credit

Goods and Services Input tax credit is accounted for in the books in the period in which the supply of goods or service received is accounted and when there is no uncertainty in availing/utilising the credits.

xxi. Provisions, contingent liabilities and contingent assets

Provisions

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of past events, and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation. When the effect of the time value of money is material, the Company determines the level of provision by discounting the expected cash flows at a pre-tax rate reflecting the current rates specific to the liability. The expense relating to any provision is presented in the Statement of Profit and Loss net of any reimbursement.

Contingent assets/liabilities

A possible obligation that arises from past events and the existence of which will be confirmed only by the occurrence or non-occurrence of one or more uncertain future events not wholly within the control of the Company or; present obligation that arises from past events where it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation; or the amount of the obligation cannot be measured with sufficient reliability are disclosed as contingent liability and not provided for. Contingent assets are disclosed where an inflow of economic benefits is probable. Contingent assets are not recognised in the financial statements

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Provisions, contingent liabilities and contingent assets are reviewed at each Balance Sheet date.

Where the unavoidable costs of meeting the obligations under the contract exceed the economic benefits expected to be received under such contract, the present obligation under the contract is recognised and measured as a provision

xxii. Commitments

Commitments are future liabilities for contractual expenditure, classified and disclosed as follows:

a) estimated amount of contracts remaining to be executed on capital account and not provided for;

b) funding related commitment to subsidiaries/associates; and

c) other non-cancellable commitments, if any, to the extent they are considered material and relevant in the opinion of management.

d) other commitments related to sales/procurements made in the normal course of business are not disclosed to avoid excessive details.

e) commitments under Loan agreement to disburse Loans

f) lease agreements entered but not executed

xxiii. Statement of Cash Flows

Statement of Cash Flows is prepared segregating the cash flows into operating, investing and financing activities. Cash flow from operating activities is reported using indirect method adjusting the net profit for the effects of:

i. changes during the period in operating receivables and payables transactions of a non-cash nature;

ii. non-cash items such as depreciation, Impairment, deferred taxes, unrealised foreign currency gains and losses, and undistributed profits of associates and joint ventures; and

iii. all other items for which the cash effects are investing or financing cash flows.

Cash and cash equivalents (including bank balances) shown in the Statement of Cash Flows exclude items which are not available for general use as on the date of Balance Sheet.

xxiv. Dividend payable

Interim dividend declared to equity shareholders, if any, is recognised as liability in the period in which the said dividend has been declared by the Board of Directors. Final dividend declared, if any, is recognised in the period in which the said dividend has been approved by the Shareholders.

The dividend payable is recognised as a liability with a corresponding amount recognised directly in equity.

Cumulative Redeemable Preference shares (CRPS) is classified as a financial liability as per Ind AS 109 and dividend accrued on such instrument is recorded as Finance cost.

xxv. Business combinations of entities under common control:

Business combinations involving entities that are controlled by the Group are accounted for using the pooling of interest method. Assets and liabilities of the combining entities are reflected at their carrying value without adjustments being made to reflect fair values. The identity of the reserve are preserved and reserve of the transferor become the reserves of the transferee. The difference, if any, between the amounts recorded as share capital issued and the amount of share capital of the transferor is transferred to capital reserve. The financial information in the financial statements in respect of prior period is restated as if the business combination had occurred form the beginning of the preceding period in the financial statements, irrespective of the actual date of the combination.

xxvi. Recent accounting pronouncements

Ministry of Corporate Affairs ("MCA") notifies new standards or amendments to the existing standards under Companies (Indian Accounting Standards) Rules as issued from time to time. For the year ended March 31, 2024, MCA has not notified any new standards or amendments to the existing standards applicable to the Company.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Note 3: Cash And Cash Equivalents (₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
(a) Cash on hand	**0.42**	0.30
(b) Balances with banks		
- In current accounts	**3,184.31**	2,256.79
- In Fixed Deposit Accounts (with original maturity of 3 months or less)	**1,701.47**	-
(c) Cheques on hand	**0.75**	8.90
Total	**4,886.95**	2,265.99

Note 4: Bank Balances Other Than Cash And Cash Equivalents (₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
(a) Earmarked balances with banks in current accounts (refer note (i) below)	**3.95**	2.00
(b) Balances with banks in fixed deposit accounts (Refer note (ii) and (iii) below)	**72.44**	235.65
(c) Margin Money	**21.94**	0.12
Total	**98.33**	**237.77**

Note:

(i) Pertains to balance in current account towards unclaimed matured debentures, unclaimed application money and accrued interest on debentures and preference shares.

(ii) Balance with banks in fixed deposit accounts comprises deposits that have an original maturity exceeding 3 months at balance sheet date.

(iii) Deposits amounting to ₹ 0.50 crore (March 31, 2023 : ₹ 0.25 crore) pertain to collateral deposits with banks for Aadhaar authentication.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Note 5: Derivative financial instruments

(₹ in crore)

Particulars	As at 31 March 2024				As at 31 March 2023			
	Notional value	Fair value - Assets	Notional value	Fair value - Liabilities	Notional value	Fair value - Assets	Notional value	Fair value - Liabilities
Part I								
(i) Currency derivatives :								
Spot and Forwards	**9.26**	**0.08**	**1,660.20**	**27.62**	997.62	9.04	325.47	58.32
Currency swaps	**6,417.69**	**165.44**	**1,791.95**	**12.13**	3,448.74	149.08	821.13	2.64
Subtotal (i)	**6,426.95**	**165.52**	**3,452.15**	**39.75**	4,446.36	158.12	1,146.60	60.96
(ii) Interest rate derivatives :								
Interest rate swaps[1]	**-**	**26.92**	**-**	**-**	-	26.33	-	-
Subtotal (ii)	**-**	**26.92**	**-**	**-**	-	26.33	-	-
Total derivatives	**6,426.95**	**192.44**	**3,452.15**	**39.75**	**4,446.36**	**184.45**	**1,146.60**	**60.96**
Part II Included in above (Part I) are derivative held for hedging and risk management purpose as follows:								
(i) Fair value hedging	**-**	**-**	**-**	**-**	-	-	-	-
(ii) Cash flow hedging								
Currency derivatives	**6,426.95**	**165.52**	**3,452.15**	**39.75**	4,446.36	158.12	1,146.60	60.96
Interest rate derivatives	**-**	**26.92**	**-**	**-**	-	26.33	-	-
Total derivatives	**6,426.95**	**192.44**	**3,452.15**	**39.75**	**4,446.36**	**184.45**	**1,146.60**	**60.96**

Note:
1. Interest rate swap has been taken in respect of the same contract for which forward contract has been entered, accordingly notional value of Interest rate swap is not shown separately.
2. Notional amounts of the respective currencies have been converted using exchange rates as at the balance sheet date.
3. Fair value assets and liabilities are presented as Derivative financial instruments in the Financial Statement.

5.1 The impact of the cashflow hedges in the statement of profit and loss and other comprehensive income

(₹ in crore)

Particulars	Hedging gains or (losses) recognised in other comprehensive income		Hedge ineffectiveness recognised in statement of profit and (loss)	
	For the year ended March 31, 2024	For the year ended March 31, 2023	For the year ended March 31, 2024	For the year ended March 31, 2023
Forward exchange contracts, interest rate swaps and currency swaps	**(72.10)**	30.46	**-**	-

5.2 Change in fair value of hedging instrument and hedged item:

(₹ in crore)

Particulars	Change in fair value of hedging instrument		Change in fair value of hedged item*	
	For the year ended March 31, 2024	For the year ended March 31, 2023	For the year ended March 31, 2024	For the year ended March 31, 2023
Forward exchange contracts, interest rate swaps and currency swaps	**29.20**	420.48	**(106.03)**	(154.18)

* Change in value of hedged items are presented as part of Borrowings in Financial Statement.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

5.3 Movement in the cash flow hedge reserve are as follows: (₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Opening Balance	**35.96**	13.15
Effective portion of changes in fair value	**29.20**	420.48
Foreign currency translation differences	**(106.03)**	(154.18)
Amortisation of forward premium	**4.63**	(236.50)
Provision against derivative current credit exposure	**0.10**	0.67
Deferred tax	**18.15**	(7.66)
Closing Balance	**(17.98)**	**35.96**

All hedges are 100% effective i.e. there is no ineffectiveness (refer note 36)

5.4 Hedge Ratio: There is an economic relationship between the hedged item and the hedging instrument as the terms of the forward contracts, interest rate swaps and cross currency swaps contract match that of the foreign currency borrowings. The Company has established a hedge ratio of 1:1 for the hedging relationships as the underlying risk of the forward contracts, interest rate swaps and cross currency swaps are identical to the hedged risk components. To test the hedge effectiveness, the Company uses the dollar offset method and compares the changes in the fair value of the hedging instruments against the changes in fair value of the hedged items attributable to the hedged risks. The hedge ineffectiveness can arise mainly if there is a change in the credit risk of the Company or the counterparty.

5.5 Net investment hedging : ₹ Nil

5.6 Undesignated Derivatives : ₹ Nil

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Note 6: Trade Receivables

(₹ in crore)

PARTICULARS	As at March 31, 2024	As at March 31, 2023
(i) Receivables considered good - unsecured	**42.23**	28.04
(ii) Receivables which have significant increase in credit risk - unsecured	**36.24**	17.89
(iii) Receivables - credit impaired - unsecured	**34.28**	19.65
	112.75	**65.58**
Less: Allowance for impairment loss		
(i) Considered good	**(0.17)**	(0.02)
(ii) Significant increase in credit risk	**(0.15)**	-
(iii) Credit impaired	**(34.28)**	(12.29)
Total	**78.15**	**53.27**

Trade receivables include amounts due from the related parties ₹ 36.52 crore (March 31, 2023 : ₹ 9.98 crore).

Trade Receivables Ageing

(₹ in crore)

Particulars	As at March 31, 2024							Total
	Unbilled Dues	Not due	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	-	-	**42.23**	-	-	-	-	**42.23**
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	**36.24**	-	-	-	-	**36.24**
(iii) Undisputed Trade Receivables – credit impaired	-	-	**10.26**	**12.66**	**2.86**	**2.87**	**5.63**	**34.28**
Total								**112.75**

Note : Ageing of the trade receivables is determined from the date of transaction.

(₹ in crore)

Particulars	As at March 31, 2023							Total
	Unbilled Dues	Not due	Less than 6 months	6 months -1 year	1-2 years	2-3 years	More than 3 years	
(i) Undisputed Trade receivables – considered good	-	-	28.04	-	-	-	-	**28.04**
(ii) Undisputed Trade Receivables – which have significant increase in credit risk	-	-	17.89	-	-	-	-	**17.89**
(iii) Undisputed Trade Receivables – credit impaired	-	-	4.35	4.75	-	3.28	7.27	**19.65**
Total								**65.58**

Note : Ageing of the trade receivables is determined from the date of transaction.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Note 7: Loans

(₹ in crore)

PARTICULARS	As at March 31, 2024	As at March 31, 2023
(A)		
At Amortised Cost		
(i) Bills purchased and bills discounted	**1,132.83**	1,706.57
(ii) Loans repayable on demand	**74.06**	74.06
(iii) Term loans	**1,00,217.51**	73,380.25
(iv) Credit substitutes	**3,572.47**	3,745.68
(v) Finance lease and hire purchase	**2,283.83**	2,253.80
(vi) Factoring	**1,175.81**	652.44
(vii) Retained portion of assigned loans	**6.76**	8.66
(viii) Inter - Company Deposits	**-**	443.76
At Fair Value through Other Comprehensive Income		
- Term loans	**761.53**	693.26
At Fair Value through Profit and Loss		
- Credit substitutes	**40.63**	25.11
Gross Loans	**1,09,265.43**	**82,983.59**
Less : Impairment loss allowance		
- Stage I & II	**(1,166.68)**	(1,178.21)
- Stage III	**(1,465.93)**	(1,238.88)
Loans net of impairment loss allowance	**1,06,632.82**	**80,566.50**
Add : Unamortised loan sourcing costs	**349.40**	228.41
Less : Revenue received in advance	**(545.30)**	(404.57)
Total (A)	**1,06,436.92**	**80,390.34**
(B)		
(i) Secured by tangible assets	**70,670.43**	54,594.73
(ii) Covered by bank / government guarantee	**1,229.58**	1,526.57
(iii) Unsecured	**37,365.42**	26,862.29
Gross Loans	**1,09,265.43**	**82,983.59**
Less : Impairment loss allowance		
- Stage I & II	**(1,166.68)**	(1,178.21)
- Stage III	**(1,465.93)**	(1,238.88)
Loans net of impairment loss allowance	**1,06,632.82**	**80,566.50**
Add: Unamortised loan sourcing costs	**349.40**	228.41
Less : Revenue received in advance	**(545.30)**	(404.57)
Total (B)	**1,06,436.92**	**80,390.34**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

PARTICULARS	As at March 31, 2024	As at March 31, 2023
(C)		
(I) **Loans in India**		
(i) Public sector	**74.41**	442.03
(ii) Others	**1,09,191.02**	82,541.56
Gross Loans	**1,09,265.43**	**82,983.59**
Less : Impairment loss allowance		
- Stage I & II	**(1,166.68)**	(1,178.21)
- Stage III	**(1,465.93)**	(1,238.88)
Loans net of impairment loss allowance	**1,06,632.82**	**80,566.50**
Add: Unamortised loan sourcing costs	**349.40**	228.41
Less : Revenue received in advance	**(545.30)**	(404.57)
Total (C) (I)	**1,06,436.92**	**80,390.34**
(II) Loans outside India	**-**	**-**
Total (C) (I + II)	**1,06,436.92**	**80,390.34**

7.a. Subscription to debentures which, in substance, are made with the intent of giving loan have been classified as 'Credit Substitutes'. This classification results in a better presentation of the substance of such transactions

7.b. Impairment loss allowance of ₹ 4.79 crore (March 31, 2023 : ₹ 3.66 crore) has been provided on loans designated as fair value through other comprehensive income.

7.c. Loans secured by tangible assets include loans measured at fair value through profit and loss is ₹ 10.09 crore (March 31, 2023 : ₹ 10.20 crore) and loans measured at FVTOCI ₹ 402.54 crore (March 31, 2023 : ₹ 370.67 crore)

7.d. Unsecured loans include loans measured at fair value through profit and loss ₹ 30.54 crore (March 31, 2023 : ₹ 14.91 crore) and loans measured at FVTOCI ₹ 358.99 crore (March 31, 2023 : ₹ 322.59 crore)

7.e. Loans to related parties ₹ 676.43 crore (March 31, 2023 : ₹ 2,149.38 crore).

7.f. The details of Gross investments and unearned finance income in respect of assets given under finance lease are as under:

(₹ in crore)

PARTICULARS	As at March 31, 2024	As at March 31, 2023
Gross Investments:		
- Within one year	**1,002.11**	807.23
- Later than one year and not later than five years	**1,397.77**	1,335.94
- Later than five years	**6.28**	8.00
Total	**2,406.16**	**2,151.17**
Unearned Finance Income:		
- Within one year	**183.05**	172.55
- Later than one year and not later than five years	**186.21**	161.26
- Later than five years	**1.11**	0.79
Total	**370.37**	**334.60**
Present Value of Rentals *:		
- Within one year	**819.06**	634.68
- Later than one year and not later than five years	**1,211.56**	1,174.68
- Later than five years	**5.17**	7.21
Total	**2,035.79**	**1,816.57**

* Present Value of Rentals represent the Current Future Outstanding Principal.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

7.g. Loans repayable on demand pertains to loan given to TCL employee welfare trust and accounts for 0.07% of total gross loans and advances (March 31, 2023 : 0.09%)

7.h. Loans to others include loans to retail and corporate other than public sector undertakings (PSUs).

Note 8. Investments (₹ in crore)

PARTICULARS	As at March 31, 2024	As at March 31, 2023
(A) At amortised cost		
Investment in Government Securities (quoted)	**1,410.80**	1,366.41
Investment in State development loan (quoted)	**1,539.50**	1,323.19
Investment in Treasury Bills (quoted)	**77.75**	776.38
	3,028.05	**3,465.98**
(B) At fair value through other comprehensive income		
Fully paid equity shares (quoted)	**6.61**	-
Fully paid equity shares (unquoted)	**2,054.87**	2,462.19
	2,061.48	**2,462.19**
(C) At fair value through profit and loss :		
Fully paid equity shares (quoted)	**35.14**	41.96
Fully paid equity shares (unquoted)	**133.93**	149.40
Mutual funds (quoted)	**102.32**	2,424.60
Alternate investment fund (unquoted)	**32.69**	29.76
Security receipts (unquoted)	**-**	-
	304.08	**2,645.72**
(D) At cost		
Investment in Subsidiaries		
Investment in Equity Shares (unquoted)	**3,766.96**	3,036.96
Investment in Units of Venture Capital Funds (unquoted)	**303.59**	273.02
Investment in Associates		
Investment in Equity Shares (unquoted)	**8.81**	125.81
Investment in Preference Shares (unquoted)	**20.00**	-
	4,099.36	**3,435.79**
Total Investments	**9,492.97**	**12,009.68**
(i) Investments in India	**9,384.90**	11,901.61
(ii) Investments outside India[1]	**108.07**	108.07
Total Investments	**9,492.97**	**12,009.68**

1. Investment outside India is in Equity shares of wholly owned subsidiary of Tata Capital Limited
2. Market value of quoted investment is equal to fair value

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Note 9: Other Financial Assets

(₹ in crore)

PARTICULARS	As at March 31, 2024	As at March 31, 2023
(a) Security deposits	**25.67**	24.17
(b) Application money (refundable)	**84.61**	14.62
(c) Receivable on sale/redemption of investment	**1.62**	1.62
Less : Provision for receivable on sale/redemption of investment	**(1.62)**	(1.62)
Net receivable on sale/redemption of investment	**-**	-
(d) Income accrued but not due	**102.49**	58.39
(e) Advances to employees	**0.69**	0.51
(f) Receivable under buyer's credit facility	**230.66**	224.85
Less : Provision for buyer's credit facility	**(0.65)**	(1.29)
Net receivable under buyer's credit facility	**230.01**	223.56
(g) Other receivables	**57.51**	35.15
Total	**500.98**	**356.40**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Note 10: (i) Income Taxes

Current Tax Asset

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Advance tax and tax deducted at source	**161.22**	157.57
Total	**161.22**	**157.57**

A The income tax expense consist of the following:

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Current tax:		
Current tax expense for the year	**787.32**	801.33
Current tax benefit pertaining to prior years	**(0.74)**	-
	786.58	**801.33**
Deferred tax (benefit)/charge		
Origination and reversal of temporary differences	**(70.40)**	(73.12)
	(70.40)	**(73.12)**
Total income tax expense for the year	**716.18**	**728.21**

The reconciliation of estimated income tax expense at statutory income tax rate income tax expense reported in statement of profit and loss is as follows:

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Profit before income taxes	**3,208.63**	3,049.31
Indian statutory income tax rate	**25.168%**	25.168%
Expected income tax expense	**807.55**	767.45
Tax effect of adjustments to reconcile expected income tax expense to reported income tax expense:		
Non deductible expenses	**11.25**	29.12
Tax on income at different rates	**(86.57)**	(44.89)
Tax pertaining to prior years	**(0.74)**	(14.46)
Tax incentives	**(15.31)**	(1.92)
Recognition of previously unrecognized tax losses	**-**	(7.58)
Income not taxable	**-**	(14.01)
Tax impact on business reorganization	**-**	14.50
Total income tax expense (effective tax rate of 22.32%, March 31, 2023 23.88%)	**716.18**	**728.21**

Note:
The Company's reconciliation of the effective tax rate is based on its domestic tax rate applicable to respective financial years.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

B Amounts recognised in OCI

(₹ in crore)

Particulars	For the year ended March 31, 2024			For the year ended March 31, 2023		
	Before tax	Tax (expense) benefit	Net of tax	Before tax	Tax (expense) benefit	Net of tax
Items that will not be reclassified to profit or loss						
Remeasurements of defined benefit liability (asset)	**(3.12)**	**0.79**	**(2.33)**	(10.26)	2.58	(7.68)
Fair value gain on investment in equities carried at fair value through OCI	**396.92**	**(86.56)**	**310.36**	2,326.51	(489.55)	1,836.96
Items that are or may be reclassified subsequently to profit or loss						
Fair value gain on Financial Assets carried at FVTOCI	**14.98**	**(3.77)**	**11.21**	(3.99)	1.01	(2.98)
The effective portion of gains and loss on hedging instruments in a cash flow hedge	**(72.10)**	**18.15**	**(53.95)**	30.46	(7.66)	22.80
Total	**336.68**	**(71.39)**	**265.29**	**2,342.72**	**(493.62)**	**1,849.10**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

10. (ii) Deferred Tax Asset (Net)

The major components of deferred tax assets and liabilities for the year ended March 31, 2024 are as follows:

(₹ in crore)

Particulars	Opening Balance	Recognised / (reversed) through profit and loss	Recognised / reclassified from other comprehensive income	Closing Balance
Gross Deferred Tax Assets :-				
(a) Impairment loss allowance - Stage III	276.37	37.68	-	314.05
(b) Impairment loss allowance - Stage I & II	306.38	(1.87)	-	304.51
(c) Employee benefits	5.25	1.83	-	7.08
(d) Deferred income	90.09	35.65	-	125.74
(e) Other deferred tax assets	9.06	(1.33)	-	7.73
(f) Depreciation on property, plant, equipment & intangibles	84.47	(3.04)	-	81.43
(g) Right to use asset	3.93	0.98	-	4.91
(h) Cash flow hedge	(12.08)	-	18.15	6.07
(i) FV of Security Deposit	-	(0.15)	-	(0.15)
Gross Deferred Tax Liabilities :-				
(a) Debenture issue expenses	(8.71)	0.14	-	(8.57)
(b) Investments measured at fair value	(494.70)	0.51	73.50	(420.69)
(c) Loans measured at FVTOCI	(0.09)	-	(3.77)	(3.86)
Net Deferred Tax Asset	**259.97**	**70.40**	**87.88**	**418.25**

The major components of deferred tax assets and liabilities for the year ended March 31, 2023 are as follows:

(₹ in crore)

Particulars	Opening Balance	Recognised / reversed through profit and loss	Recognised / reclassified from other comprehensive income	Closing Balance
Gross Deferred Tax Assets:				
(a) Impairment loss allowance - Stage III	229.84	46.53	-	276.37
(b) Impairment loss allowance - Stage I & II	311.85	(5.37)	(0.10)	306.38
(c) Employee benefits	4.51	0.74	-	5.25
(d) Deferred income	64.68	25.51	(0.10)	90.09
(e) Other deferred tax assets	15.49	(6.43)	-	9.06
(f) Depreciation on property, plant, equipment & intangibles	78.47	6.00	-	84.47
(g) Right of use asset	3.98	(0.05)	-	3.93
(h) Cash flow hedge	(4.42)	-	(7.66)	(12.08)
(i) FV of Security Deposit	-	-	-	-
Gross Deferred Tax Liabilities:				
(a) Debenture issue expenses	(9.91)	1.20	-	(8.71)
(b) Investments measured at fair value	(10.16)	5.01	(489.55)	(494.70)
(c) Loans measured at FVTOCI	(1.30)	-	1.21	(0.09)
Net Deferred Tax Asset	**683.03**	**73.12**	**(496.20)**	**259.97**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Gross deferred tax assets and liabilities are as follows:

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Gross Deferred Tax Assets :-		
(a) Impairment loss allowance - Stage III	**314.05**	276.37
(b) Impairment loss allowance - Stage I & II	**304.51**	306.38
(c) Employee benefits	**7.08**	5.25
(d) Deferred income	**125.74**	90.09
(e) Other deferred tax assets	**7.73**	9.06
(f) Depreciation on property, plant, equipment & intangibles	**81.43**	84.47
(g) Right of use asset	**4.91**	3.93
(h) Cash flow hedge	**6.07**	(12.08)
(i) FV of Security Deposit	**(0.15)**	-
Gross Deferred Tax Liabilities :-		
(a) Debenture issue expenses	**(8.57)**	(8.71)
(b) Fair value of investments	**(420.69)**	(494.70)
(c) Loans measured at FVTOCI	**(3.86)**	(0.09)
Net Deferred Tax Asset	**418.25**	**259.97**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Note 11: Property, Plant And Equipment, Investment Property and Other Intangible Assets

(₹ in crore)

Particulars	Gross Block					Accumulated depreciation and amortisation				Net Carrying Value
	Opening balance as at April 1, 2023	Additions/ Adjustments	Deletions	Written off during the year	Closing balance as at March 31, 2024	Opening balance as at April 1, 2023	Depreciation/ Amortisation for the year**	Deletions/ Adjustments	Closing balance as at March 31, 2024	As at March 31, 2024
TANGIBLE ASSETS										
Buildings #	**125.80**	**21.73**	**-**	**-**	**147.53**	**37.95**	**7.35**	**(6.10)**	**51.40**	**96.13**
	125.80	*-*	*-*	*-*	*125.80*	*31.63*	*6.33*	*-*	*37.96*	*87.84*
Leasehold Improvements	**39.90**	**36.78**	**1.05**	**-**	**75.63**	**21.30**	**10.27**	**0.90**	**30.67**	**44.96**
	31.22	*11.91*	*3.23*	*-*	*39.90*	*20.42*	*4.08*	*3.18*	*21.32*	*18.58*
Furniture & Fixtures	**11.67**	**15.01**	**0.35**	**-**	**26.33**	**6.64**	**4.59**	**0.32**	**10.91**	**15.42**
	8.60	*4.01*	*0.93*	*0.01*	*11.67*	*5.60*	*1.95*	*0.91*	*6.64*	*5.03*
Computer Equipment	**70.07**	**38.54**	**18.84**	**0.23**	**89.54**	**44.20**	**17.49**	**18.89**	**42.80**	**46.74**
	63.88	*17.60*	*11.41*	*0.01*	*70.06*	*44.51*	*11.10*	*11.42*	*44.19*	*25.87*
Office Equipment	**17.75**	**17.64**	**0.21**	**-**	**35.18**	**11.71**	**4.22**	**0.21**	**15.72**	**19.46**
	13.25	*4.83*	*0.31*	*0.01*	*17.76*	*9.98*	*1.98*	*0.28*	*11.68*	*6.08*
Plant & Machinery	**1.95**	**-**	**0.04**	**-**	**1.91**	**1.73**	**0.13**	**0.03**	**1.83**	**0.08**
	2.88	*-*	*0.93*	*-*	*1.95*	*2.40*	*0.26*	*0.93*	*1.73*	*0.22*
Vehicles	**17.87**	**11.27**	**3.64**	**-**	**25.50**	**6.63**	**5.33**	**3.11**	**8.85**	**16.65**
	13.51	*6.93*	*2.58*	*-*	*17.86*	*4.79*	*3.74*	*1.93*	*6.60*	*11.26*
ASSETS GIVEN UNDER OPERATING LEASE/RENTAL										
Construction Equipment	**89.96**	**45.79**	**40.18**	**-**	**95.57**	**63.40**	**12.20**	**36.84**	**38.76**	**56.81**
	85.69	*20.50*	*16.23*	*-*	*89.96*	*68.70*	*9.49*	*14.80*	*63.39*	*26.57*
Vehicles	**40.26**	**124.38**	**14.57**	**-**	**150.07**	**18.19**	**8.39**	**12.05**	**14.53**	**135.54**
	38.77	*14.88*	*13.39*	*-*	*40.26*	*27.58*	*2.68*	*12.07*	*18.19*	*22.07*
Plant & Machinery	**611.97**	**236.31**	**238.85**	**0.05**	**609.38**	**396.39**	**97.70**	**213.73**	**280.36**	**329.02**
	699.92	*38.16*	*126.11*	*-*	*611.97*	*414.20*	*89.26*	*107.07*	*396.39*	*215.58*
Computer Equipment	**114.64**	**0.28**	**69.30**	**-**	**45.62**	**95.05**	**15.42**	**66.81**	**43.66**	**1.96**
	227.42	*-*	*112.25*	*0.52*	*114.65*	*162.20*	*26.41*	*93.55*	*95.06*	*19.59*
Furniture & Fixtures	**0.65**	**0.06**	**0.24**	**-**	**0.47**	**0.61**	**0.01**	**0.21**	**0.41**	**0.06**
	3.89	*-*	*3.24*	*-*	*0.65*	*3.15*	*0.35*	*2.89*	*0.61*	*0.04*
Office Equipments	**3.00**	**-**	**1.56**	**-**	**1.44**	**2.69**	**0.09**	**1.39**	**1.39**	**0.05**
	24.86	*-*	*20.81*	*1.05*	*3.00*	*22.39*	*0.08*	*19.78*	*2.69*	*0.31*
Railway Wagons	**28.71**	**-**	**25.77**	**-**	**2.94**	**28.07**	**0.53**	**25.77**	**2.83**	**0.11**
	150.10	*-*	*121.39*	*-*	*28.71*	*134.04*	*1.59*	*107.56*	*28.07*	*0.64*
Electrical Installation & Equipments	**5.24**	**-**	**2.15**	**-**	**3.09**	**4.28**	**0.58**	**1.94**	**2.92**	**0.17**
	9.86	*-*	*4.62*	*-*	*5.24*	*7.42*	*1.06*	*4.20*	*4.28*	*0.96*
TOTAL TANGIBLE ASSETS	**1,179.44**	**547.79**	**416.75**	**0.28**	**1,310.20**	**738.84**	**184.30**	**376.10**	**547.04**	**763.16**
	1,499.65	*118.82*	*437.43*	*1.60*	*1,179.44*	*959.01*	*160.36*	*380.57*	*738.80*	*440.64*
INVESTMENT PROPERTY										
Buildings	**21.73**	**(21.73)**	**-**	**-**	**-**	**6.10**	**0.00**	**6.10**	**-**	**-**
	21.73	*-*	*-*	*-*	*21.73*	*5.08*	*1.02*	*-*	*6.10*	*15.63*
TOTAL INVESTMENT PROPERTY	**21.73**	**(21.73)**	**-**	**-**	**-**	**6.10**	**0.00**	**6.10**	**-**	**-**
	21.73	*-*	*-*	*-*	*21.73*	*5.08*	*1.02*	*-*	*6.10*	*15.63*

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Particulars	Gross Block					Accumulated depreciation and amortisation				Net Carrying Value
	Opening balance as at April 1, 2023	Additions/ Adjustments	Deletions	Written off during the year	Closing balance as at March 31, 2024	Opening balance as at April 1, 2023	Depreciation/ Amortisation for the year**	Deletions/ Adjustments	Closing balance as at March 31, 2024	As at March 31, 2024
INTANGIBLE ASSETS (other than internally generated)										
Software	**57.62**	**20.08**	**-**	**-**	**77.70**	**36.53**	**11.47**	**-**	**48.00**	**29.70**
	48.20	*9.43*	*-*	*-*	*57.63*	*29.44*	*7.09*	*-*	*36.53*	*21.10*
TOTAL INTANGIBLE ASSETS	**57.62**	**20.08**	**-**	**-**	**77.70**	**36.53**	**11.47**	**-**	**48.00**	**29.70**
	48.20	*9.43*	*-*	*-*	*57.63*	*29.44*	*7.09*	*-*	*36.53*	*21.10*
GRAND TOTAL	**1,258.79**	**546.14**	**416.75**	**0.28**	**1,387.90**	**781.47**	**195.77**	**382.20**	**595.04**	**792.86**
	1,569.58	*128.25*	*437.43*	*1.60*	*1,258.80*	*993.53*	*168.47*	*380.57*	*781.43*	*477.37*

Figures in italics relate to March 31, 2023

Notes:

1. # Immovable property having net carrying value amounting to ₹ 1.95 crore is hypothecated against borrowings, refer notes 14.1 and 36(B)(iii).
2. ** Total depreciation charged for the year in the Statement of Profit and Loss includes depreciation on Right of use assets. Depreciation on right of use assets for the year ended is ₹ 47.89 crore (March 31, 2023 : ₹ 29.46 crore)
3. Amount recognised in Statement of Profit and Loss for Investment Property:

(₹ in crore)

Particulars	For the year ended	
	March 31, 2024	March 31, 2023
Rental income from Investment Property	-	4.89
Direct Operating expenses arising from Investment Property that generated rental income	-	1.64
Direct Operating expenses arising from Investment Property that did not generate rental income	-	-

4. During the year, the Company has transferred its immovable asset classified as Investment Property having net carrying value of ₹ 15.63 crore as on March 31, 2023 to Property, Plant and Equipment as the Company has commenced the use of the asset for own purposes and the asset has therefore ceased to meet the definition of Investment Property as per Ind AS 40.

   There is no change in the gross and net carrying amount of the asset as a result of such transfer.

   Fair value of investment property as on March 31, 2023 : ₹ 78.66 crore (Carrying value ₹ 15.63 crore). Pursuant to the Ind AS transition, the Company has carried out valuation of Investment property as at March 31, 2023. The fair value of the property is assessed based on the market rate for a similar property in the locality.

5. None of the class of fixed assets are revalued during the year

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

6. Title of immovable properties having Gross Block of ₹ 39.06 crore (March 31, 2023 : ₹ 39.06 crore) and Net Block of ₹ 24.41 crore (March 31, 2023 : ₹ 26.51 crore) is yet to be transferred in the name of the Company.

Details of Immovable Properties whose title deeds are not held in the name of the Company as at March 31, 2024 (refer note 49):

(₹ in crore)

Asset Category	Title Deeds held in the name of	Whether the Title holder is Promoter/ Director / Relative of Promoter/ Relative of Director/ Employee	Property held since	Reason for not being transferred in the name of Company	Gross Carrying Value as on March 31, 2024	Gross Carrying Value as on March 31, 2023
Property, Plant and Equipment						
Building						
Bella Vista-Thane	Tata Cleantech Capital Limited	No	8/12/2014	The title of the asset transferred pursuant to the scheme of amalgamation/ arrangement/ merger/demerger are in the process of being transferred in the name of the Company	2.58	2.58
Neelkanth Greens-Thane	Tata Capital Financial Services Limited	No	8/28/2008		0.28	0.28
I-Think Techno Campus - 3rd floor A wing, Thane	Tata Capital Financial Services Limited	No	8/30/2010		18.24	18.24
I-Think Techno Campus - 4th floor A wing, Thane	Tata Capital Financial Services Limited	No	8/30/2010		18.24	18.24

7. Title deeds for all the leased premises are held in the name of the Company.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

11(i) Capital Work In Progress

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Opening Balance	**1.15**	0.25
Additions (Net)	**528.99**	119.72
Deductions	**(526.06)**	(118.82)
Closing Balance	**4.08**	**1.15**

As at March 31, 2024

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Projects in progress	**4.08**	**-**	**-**	**-**	**4.08**
(ii) Projects temporarily suspended	**-**	**-**	**-**	**-**	**-**
Total					**4.08**

CWIP completion schedule

Particulars	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Projects in progress	**4.08**	**-**	**-**	**-**	**4.08**
(ii) Projects temporarily suspended	**-**	**-**	**-**	**-**	**-**
Total					**4.08**

As at March 31, 2023

Particulars	Amount in CWIP for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Projects in progress	1.15	-	-	-	**1.15**
(ii) Projects temporarily suspended	-	-	-	-	**-**
Total					**1.15**

CWIP completion schedule

Particulars	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Projects in progress	1.15	-	-	-	**1.15**
(ii) Projects temporarily suspended	-	-	-	-	**-**
Total					**1.15**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

11(ii) Intangible Assets Under Development

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Opening Balance	**8.55**	5.69
Additions (Net)	**14.60**	12.29
Deductions	**(20.08)**	(9.43)
Closing Balance	**3.07**	**8.55**

As at March 31, 2024

Particulars	Amount in Intangible assets under development for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Projects in progress	**2.99**	**0.06**	**0.02**	**-**	**3.07**
(ii) Projects temporarily suspended	**-**	**-**	**-**	**-**	**-**
Total					**3.07**

CWIP completion schedule

Particulars	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Projects in progress	**3.07**	**-**	**-**	**-**	**3.07**
(ii) Projects temporarily suspended	**-**	**-**	**-**	**-**	**-**
Total					**3.07**

As at March 31, 2023

Particulars	Amount in Intangible assets under development for a period of				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Projects in progress	5.01	1.53	2.01	-	**8.55**
(ii) Projects temporarily suspended	-	-	-	-	**-**
Total					**8.55**

CWIP completion schedule

Particulars	To be completed in				Total
	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(i) Projects in progress	8.55	-	-	-	**8.55**
(ii) Projects temporarily suspended	-	-	-	-	**-**
Total					**8.55**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

11(iii) The Company has given assets under non-cancellable operating leases. The total of future minimum lease payments that the company is committed to receive is:

(₹ in crore)

Lease Payments	As at March 31, 2024	As at March 31, 2023
- Within one year	**173.45**	125.49
- Later than one year and not later than five years	**445.24**	200.70
- Later than five years	**71.53**	10.62
Total	**690.22**	**336.81**

Accumulated Depreciation on lease assets is ₹ 384.86 crore (Year ended March, 31, 2023 : ₹ 608.68 crore).

Accumulated Impairment losses on the leased assets ₹ Nil (Year ended March, 31, 2023 ₹ Nil)

Note 12: Other Non-Financial Assets

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
(a) Capital advances	**152.32**	24.18
(b) Prepaid expenses	**28.26**	20.50
(c) Gratuity asset (Net)	**-**	2.66
(d) Balances with government authorities	**245.16**	209.61
(e) Assets held-for-sale	**1.74**	30.55
Less : Provision on assets held-for-sale	**(1.74)**	(30.55)
Net asset held-for-sale	**-**	-
(f) Advance to suppliers	**15.85**	14.32
Total	**441.59**	**271.27**

Note 13: Trade Payables

(i) Total outstanding dues of creditors other than micro enterprises and small enterprises

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
(a) Accrued expenses	**385.10**	346.22
(b) Payable to dealers/vendors/customer	**766.03**	688.36
(c) Others	**11.08**	8.09
Total	**1,162.21**	**1,042.67**

Note - The information as required to be disclosed under the Micro, Small and Medium Enterprises Development Act, 2006 has been determined to the extent such parties have been identified on the basis of information available with the Company. The amount of principal and interest outstanding during the year is given below :

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(ii) Total outstanding dues of micro enterprises and small enterprises

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
a) The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year.	**2.55**	4.68
b) The amount of interest paid by the buyer in terms of section 16, of the Micro Small and Medium Enterprise Development Act, 2006 along with the amounts of the payment made to the supplier beyond the appointed day during each accounting year.	**-**	-
c) The amount of interest due and payable for the period of delay in making payment (which have been paid but beyond the appointed day during the year) but without adding the interest specified under Micro Small and Medium Enterprise Development Act, 2006.	**-**	-
d) The amount of interest accrued and remaining unpaid at the end of each accounting year;	**-**	-
e) The amount of further interest remaining due and payable even in the succeeding years, until such date when the interest dues as above are actually paid to the small enterprise for the purpose of disallowance as a deductible expenditure under section 23 of the Micro Small and Medium Enterprise Development Act, 2006.	**-**	0.08
Total	**2.55**	**4.76**

Particulars	As at March 31, 2024						Total
	Unbilled Dues	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(a) MSME	**-**	**-**	**2.55**	**-**	**-**	**-**	**2.55**
(b) Others	**383.76**	**674.19**	**99.99**	**1.29**	**0.41**	**2.57**	**1,162.21**
(c) Disputed dues – MSME	**-**	**-**	**-**	**-**	**-**	**-**	**-**
(d) Disputed dues - Others	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Total							**1,164.76**

Note : Ageing of the trade payables is determined from the date of transaction.

Particulars	As at March 31, 2023						Total
	Unbilled Dues	Not Due	Less than 1 year	1-2 years	2-3 years	More than 3 years	
(a) MSME	-	-	4.76	-	-	-	**4.76**
(b) Others	345.70	545.43	132.85	5.45	7.96	5.28	**1,042.67**
(c) Disputed dues – MSME	-	-	-	-	-	-	-
(d) Disputed dues - Others	-	-	-	-	-	-	-
Total							**1,047.43**

Note : Ageing of the trade payables is determined from the date of transaction.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Note 14: Debt Securities

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
DEBT SECURITIES In India		
At amortised cost		
Secured		
(i) Privately Placed Non-Convertible Debentures (Refer note 14.1 below)	**29,075.87**	21,821.82
(ii) Public issue of Non-Convertible Debentures (Refer notes 14.2 below)	**1,182.67**	2,781.37
Unsecured		
(i) Privately Placed Non-Convertible Debentures	**2,831.34**	3,083.66
(ii) Commercial paper (Refer note 14.4 below) [Net of unamortised discount of ₹ 109.07 crore (March 31, 2023 : ₹ 163.19 crore) and ancillary borrowing cost of ₹ 0.10 crore (March 31, 2023 : ₹ 0.51 crore)]	**5,975.83**	7,401.31
Total	**39,065.71**	**35,088.16**

Notes

14.1. Privately Placed Non-Convertible Debentures are secured by pari passu charge on the specific immovable property, specified receivables arising out of loan, lease, hire purchase transactions and to the extent of shortfall in security cover by a pari passu charge on the assets of the Company.

14.2. Public issue of Non-Convertible Debentures are secured by a pari passu charge on the specific immovable property, receivables against unsecured loans, bills discounted and trade advances and other current assets of the Company.

14.3. The Company has, at all times, for the secured NCDs, maintained sufficient security cover as stated in the respective information memorandum towards the principal amount, interest accrued thereon, and such other sums as mentioned therein

14.4. Discount on commercial paper varies between 7.67% to 8.39% (March 31, 2023 : 6.65% to 8.06%) and are repayable at maturity ranging between 88 days and 366 days from the date of respective commercial paper.

14.5. Of the above, Public issue of Non-Convertible Debentures amounting to face value of ₹ 6.04 crore (March 31, 2023 : ₹ 6.00 crore) are held by related parties.

14.6. Of the above, Privately placed Secured Non-Convertible Debentures amounting to face value of ₹ 235 Crore (March 31, 2023 : ₹ 440 crore) and Unsecured Non-Convertible Debentures amounting to face value of ₹ 530 crore (March 31, 2023 : ₹ 490 crore) are held by related parties.

14.7. The Company has not defaulted in the repayment of debt securities and interest thereon for the year ended March 31, 2024 and March 31, 2023.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

14.8. Particulars of Privately Placed Secured Non-Convertible Debentures ("NCDs") outstanding as on March 31, 2024

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	₹ in crore	Number of NCDs	₹ in core
TCFSL NCD "A" FY 2022-23 - Option I	29-Apr-22	29-Apr-24	**1,750**	**175.00**	1,750	175.00
TCFSL NCD 'B' FY 2021-22	10-May-21	10-May-24	**5,000**	**500.00**	5,000	500.00
TCFSL NCD "D" FY 2019-20	27-May-19	27-May-24	**2,180**	**218.00**	2,180	218.00
TCFSL NCD "C" FY 2022-23 - Option II	1-Jun-22	31-May-24	**4,250**	**425.00**	4,250	425.00
TCCL NCD 'C' FY 2017-18	2-Jun-17	3-Jun-24	**100**	**10.00**	100	10.00
TCFSL NCD "F" FY 2019-20 Option - II	20-Jun-19	20-Jun-24	**885**	**88.50**	885	88.50
TCFSL NCD 'F' FY 2019-20 Op-II Reissuance 1	10-Jul-19	20-Jun-24	**1,000**	**100.00**	1,000	100.00
TCCL MLD "A" FY 2022-23	12-Jul-22	25-Jun-24	**2,296**	**229.60**	2,296	229.60
TCCL NCD "B" FY 2021-22	28-Jul-21	26-Jul-24	**3,600**	**360.00**	3,600	360.00
TCFSL NCD 'D' FY 2021-22	2-Aug-21	2-Aug-24	**2,000**	**200.00**	2,000	200.00
TCFSL NCD 'G' FY 2022-23	23-Aug-22	25-Sep-24	**1,640**	**164.00**	1,640	164.00
TCFSL NCD 'E' FY 2021-22	6-Aug-21	4-Oct-24	**7,000**	**700.00**	7,000	700.00
TCFSL NCD 'E' FY 2021-22 Premium Reissuance 1 at PAR	24-Aug-21	4-Oct-24	**4,000**	**400.00**	4,000	400.00
TCCL NCD "C" FY 2021-22	17-Nov-21	15-Nov-24	**3,000**	**300.00**	3,000	300.00
TCFSL NCD AA FY 2014-15	20-Nov-14	20-Nov-24	**950**	**95.00**	950	95.00
TCCL NCD 'C' FY 2019-20	5-Dec-19	5-Dec-24	**250**	**25.00**	250	25.00
TCFSL NCD AF FY 2014-15-Option-I	8-Dec-14	6-Dec-24	**600**	**60.00**	600	60.00
TCFSL NCD AF FY 2014-15-Option-I	8-Dec-14	6-Dec-24	**150**	**15.00**	150	15.00
TCFSL NCD "E" FY 2019-20 Option - I	4-Jun-19	15-Jan-25	**300**	**30.00**	300	30.00
TCFSL NCD "E" FY 2019-20 Option - I Reissuance 1	26-Feb-20	15-Jan-25	**350**	**35.00**	350	35.00
TCFSL NCD "K" FY 2022-23 - Option - I	18-Nov-22	27-Mar-25	**560**	**56.00**	560	56.00
TCFSL NCD "B" FY 2020-21 - Option II	29-Apr-20	29-Apr-25	**400**	**40.00**	400	40.00
TCFSL NCD "B" FY 2022-23	10-May-22	9-May-25	**2,000**	**200.00**	2,000	200.00
TCFSL NCD "B" FY 2022-23 Discount Reissuance 1	4-May-23	9-May-25	**2,400**	**240.00**	-	-
TCCL Market Linked NCD "B" FY 2022-23	30-Nov-22	30-May-25	**500**	**50.00**	500	50.00

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	₹ in crore	Number of NCDs	₹ in core
TCCL Market Linked NCD "B" FY 2022-23 Reissue No.1	14-Dec-22	30-May-25	**1,610**	**161.00**	1,610	161.00
TCCL NCD "A" FY 2022-23	21-Jun-22	20-Jun-25	**500**	**50.00**	500	50.00
TCFSL NCD "D" FY 2022-23 - Option II	30-Jun-22	25-Jul-25	**2,500**	**250.00**	2,500	250.00
TCFSL NCD "D" FY 2022-23 - Option II Premium Reissuance 1	3-Aug-22	25-Jul-25	**3,250**	**325.00**	3,250	325.00
TCFSL NCD "D" FY 2022-23 - Option II Premium Reissuance 2	23-Aug-22	25-Jul-25	**2,250**	**225.00**	2,250	225.00
TCCL Market Linked NCD "C" FY 2022-23	26-Dec-22	28-Jul-25	**500**	**50.00**	500	50.00
TCFSL Market Linked NCD "A" 2022-23	19-Sep-22	19-Aug-25	**430**	**43.00**	430	43.00
TCFSL NCD "E" FY 2022-23 Option - I	26-Jul-22	10-Sep-25	**1,500**	**150.00**	1,500	150.00
TCFSL NCD "E" FY 2022-23 - Option - I - Reissue No.1	4-Nov-22	10-Sep-25	**1,110**	**111.00**	1,110	111.00
TCFSL NCD "I" FY 2022-23	13-Oct-22	13-Oct-25	**350**	**35.00**	350	35.00
TCFSL NCD "K" FY 2022-23 Option II	18-Nov-22	18-Nov-25	**1,500**	**150.00**	1,500	150.00
TCFSL NCD "K" FY 2022-23 Option II Discount Reissuance 1	5-Dec-22	18-Nov-25	**2,000**	**200.00**	2,000	200.00
TCFSL NCD "K" FY 2022-23 Option II Premium Reissuance 2	8-Dec-22	18-Nov-25	**6,000**	**600.00**	6,000	600.00
TCFSL NCD "L" FY 2022-23	8-Dec-22	8-Dec-25	**2,000**	**200.00**	2,000	200.00
TCFSL NCD 'P' FY 2022-23 STRPP I	14-Mar-23	13-Mar-26	**2,00,000**	**2,000.00**	2,00,000	2,000.00
TCCL NCD UNLISTED A Series FY 2022-23	23-Mar-23	23-Mar-26	**37,500**	**375.00**	37,500	375.00
TCFSL NCD "M" FY 2022-23 Premium	17-Jan-23	17-Apr-26	**5,000**	**500.00**	5,000	500.00
TCFSL NCD "M" FY 2022-23 Discount Reissuance 1	11-Sep-23	17-Apr-26	**3,000**	**300.00**	-	-
TCFSL NCD "O" FY 2022-23 Option I	21-Feb-23	21-May-26	**1,300**	**130.00**	1,300	130.00
TCFSL NCD "O" FY 2022-23 Option I Premium Reissuance 1	26-Apr-23	21-May-26	**1,800**	**180.00**	-	-

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	₹ in crore	Number of NCDs	₹ in core
TCFSL NCD 'B' FY 2023-24 STRPP I	03-Aug-23	03-Dec-26	**3,00,000**	**3,000.00**	-	-
TCFSL NCD 'D' FY 2023-24 STRPP I	28-Nov-23	22-Jan-27	**1,50,000**	**1,500.00**	-	-
TCFSL NCD 'P' FY 2022-23 STRPP II Partly Paid	14-Mar-23	16-Mar-27	**2,00,000**	**20.00**	2,00,000	20.00
TCL SECURED "C" FY 2023-24 VIS-M-1	29-Feb-24	10-May-27	**85,800**	**858.00**	-	-
TCL SECURED "C" FY 2023-24 VIS-M-2	29-Feb-24	10-May-27	**22,500**	**225.00**	-	-
TCL SECURED "C" FY 2023-24 VIS-M-3	29-Feb-24	10-May-27	**23,200**	**232.00**	-	-
TCL SECURED "C" FY 2023-24 VIS-M-4	29-Feb-24	10-May-27	**5,000**	**50.00**	-	-
TCL SECURED "C" FY 2023-24 VIS-M-5	29-Feb-24	10-May-27	**27,500**	**275.00**	-	-
TCFSL NCD "E" FY 2022-23 Option - II	26-Jul-22	26-Jul-27	**4,750**	**475.00**	4,750	475.00
TCFSL NCD "E" FY 2022-23 Option - II Premium Reissuance 1	23-Aug-22	26-Jul-27	**2,500**	**250.00**	2,500	250.00
TCFSL NCD "H" FY 2022-23	7-Sep-22	7-Sep-27	**2,060**	**206.00**	2,060	206.00
TCCL NCD 'A' FY 2020-21	10-Jun-20	10-Sep-27	**1,750**	**175.00**	1,750	175.00
TCFSL NCD 'D' FY 2022-23 STRPP II Partly Paid	28-Nov-23	23-Sep-27	**1,50,000**	**15.00**	-	-
TCFSL NCD "J" FY 2022-23	19-Oct-22	19-Oct-27	**5,000**	**500.00**	5,000	500.00
TCFSL NCD "J" FY 2022-23 Premium Reissuance 1	8-Dec-22	19-Oct-27	**2,500**	**250.00**	2,500	250.00
TCFSL NCD 'B' FY 2023-24 STRPP II Partly Paid	3-Aug-23	3-Dec-27	**3,00,000**	**30.00**	-	-
TCFSL NCD Unlisted FY 2023-24	21-Dec-23	21-Dec-27	**1,02,500**	**1,025.00**	-	-
TCFSL NCD "N" FY 2022-23	8-Feb-23	8-Feb-28	**1,100**	**110.00**	1,100	110.00
TCFSL NCD "N" FY 2022-23 Discount Reissuance 1	21-Feb-23	8-Feb-28	**1,520**	**152.00**	1,520	152.00
TCFSL NCD "A" FY 2023-24	19-Jul-23	19-Jul-28	**5,650**	**565.00**	-	-
TCFSL NCD "A" FY 2023-24	19-Jul-23	19-Jul-28	**450**	**45.00**	-	-
TCFSL NCD "C" FY 2023-24	20-Oct-23	20-Oct-28	**24,370**	**243.70**	-	-
TCFSL NCD "H" FY 2018-19 - Option II	19-Dec-18	19-Dec-28	**1,120**	**112.00**	1,120	112.00

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	₹ in crore	Number of NCDs	₹ in core
TCFSL NCD "H" FY 2018-19 - Option II - 1 Reissuance on Premium	03-Jan-19	19-Dec-28	**230**	**23.00**	230	23.00
TCFSL NCD "H" FY 2018-19 - Option II - 2 Reissuance on Premium	15-Feb-19	19-Dec-28	**550**	**55.00**	550	55.00
TCL SECURED "B" FY 2023-24 VIS-M	13-Feb-24	13-Feb-29	**11,500**	**115.00**	-	-
TCFSL NCD "F" FY 2019-20 Option - I	20-Jun-19	20-Jun-29	**2,730**	**273.00**	2,730	273.00
TCFSL NCD 'F' FY 2019-20 Op-I Reissuance 1	19-Jul-19	20-Jun-29	**1,000**	**100.00**	1,000	100.00
TCCL NCD 'A' FY 2019-20	15-Jul-19	13-Jul-29	**1,400**	**140.00**	1,400	140.00
TCCL NCD 'B' FY 2019-20	16-Oct-19	16-Oct-29	**600**	**60.00**	600	60.00
TCFSL NCD 'H' FY 2019-20	6-Nov-19	6-Nov-29	**1,000**	**100.00**	1,000	100.00
TCFSL NCD 'L' FY 2019-20	6-Mar-20	6-Mar-30	**10,000**	**1,000.00**	10,000	1,000.00
TCFSL NCD 'H' FY 2021-22	29-Sep-21	29-Sep-31	**950**	**95.00**	950	95.00
TCFSL NCD 'H' FY 2021-22 Discount Reissuance 1	3-Dec-21	29-Sep-31	**2,190**	**219.00**	2,190	219.00
TCFSL NCD 'H' FY 2021-22 Discount Reissuance 2	16-Dec-21	29-Sep-31	**500**	**50.00**	500	50.00
TCFSL NCD 'H' FY 2021-22 Discount Reissuance 3	29-Dec-21	29-Sep-31	**850**	**85.00**	850	85.00
TCFSL NCD 'I' FY 2021-22	20-Jan-22	20-Jan-32	**12,500**	**1,250.00**	12,500	1,250.00
TCFSL NCD "A" FY 2022-23 - Option II	29-Apr-22	29-Apr-32	**1,810**	**181.00**	1,810	181.00
TCFSL NCD "C" FY 2022-23 - Option I	1-Jun-22	1-Jun-32	**2,500**	**250.00**	2,500	250.00
TCFSL NCD "F" FY 2022-23	12-Aug-22	12-Aug-32	**1,875**	**187.50**	1,875	187.50
TCFSL NCD "F" FY 2022-23 Premium Reissuance 1	25-Sep-23	12-Aug-32	**400**	**40.00**	-	-
TCFSL NCD "O" FY 2022-23 Option II	21-Feb-23	21-Feb-33	**810**	**81.00**	810	81.00
TCFSL NCD "E" FY 2023-24 - 1	7-Dec-23	7-Dec-33	**2,49,500**	**2,495.00**	-	-
TCFSL NCD "E" FY 2023-24 - 2 Premium	7-Dec-23	7-Dec-33	**500**	**5.00**	-	-
TCL SECURED "A" FY 2023-24 VIS-M-1	8-Feb-24	8-Feb-34	**22,710**	**227.10**	-	-
TCL SECURED "A" FY 2023-24 VIS-M-2 Premium	8-Feb-24	8-Feb-34	**1,500**	**15.00**	-	-
TCFSL NCD 'A' FY 2021-22	15-Apr-21	14-Apr-23	**-**	**-**	3,600	360.00
TCFSL NCD "B" FY 2020-21 - Option I	29-Apr-20	28-Apr-23	**-**	**-**	750	75.00
TCFSL NCD "A" FY 2020-21	21-Apr-20	19-May-23	**-**	**-**	9,250	925.00
TCCL NCD "A" FY 2021-22	19-May-21	19-May-23	**-**	**-**	2,000	200.00

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	₹ in crore	Number of NCDs	₹ in core
TCFSL NCD 'F' FY 2020-21	14-Jul-20	14-Jul-23	-	-	500	50.00
TCFSL NCD 'F' FY 2020-21 Discount Reissuance 1	20-Jul-20	14-Jul-23	-	-	3,500	350.00
TCFSL NCD 'C' FY 2021-22	15-Jul-21	14-Jul-23	-	-	2,100	210.00
TCFSL NCD 'C' FY 2021-22 Reissuance 1 on ZCB Discounting	2-Aug-21	14-Jul-23	-	-	2,000	200.00
TCCL MLD "A" 2020-21	20-Jul-20	20-Jul-23	-	-	7,500	75.00
TCFSL NCD 'G' FY 2020-21	28-Jul-20	28-Jul-23	-	-	1,250	125.00
TCFSL NCD 'D' FY 2022-23 - Option I	30-Jun-22	29-Sep-23	-	-	815	81.50
TCFSL NCD 'I' FY 2020-21	31-Dec-20	30-Nov-23	-	-	10,000	1,000.00
TCCL NCD 'C' FY 2020-21	31-Dec-20	30-Nov-23	-	-	2,000	200.00
TCCL NCD 'B' FY 2018-19	18-Dec-18	18-Dec-23	-	-	600	60.00
TCFSL NCD "H" FY 2018-19 - Option I	19-Dec-18	19-Dec-23	-	-	1,940	194.00
TCFSL NCD "H" FY 2018-19 - Option I - 1 Reissuance on Premium	3-Jan-19	19-Dec-23	-	-	975	97.50
TCFSL NCD "H" FY 2018-19 - Option I - 2 Reissuance on Premium	15-Feb-19	19-Dec-23	-	-	300	30.00
TCFSL NCD 'G' FY 2021-22	6-Sep-21	29-Dec-23	-	-	1,000	100.00
TCFSL NCD 'K' FY 2020-21	30-Mar-21	29-Mar-24	-	-	4,250	425.00
Total (A)				**28,111.40**		**21,188.60**
Add : Interest accrued on borrowing				**1,023.76**		719.80
Add : Unamortised premium				**5.74**		7.32
Total (B)				**1,029.50**		**727.12**
Less : Unamortised borrowing cost				**(22.70)**		(10.33)
Less : Unamortised discount				**(42.33)**		(83.58)
Total (C)				**(65.03)**		**(93.91)**
TOTAL (A+B+C)				**29,075.87**		**21,821.82**

Note :

1. Coupon rate of above "NCDs" outstanding as on March 31, 2024 varies from 5.85% to 9.36% (March 31, 2023 : 5.10% to 9.36%)
2. NCDs outstanding as on March 31, 2024 and March 31, 2023 are redeemable at par, except "TCFSL NCD "G" FY 2020-21 ZCB" which was redeemed at premium in FY 2023-24.
3. Information about the company's exposure to interest rate risk, and liquidity risk is included in note 35B and 35C

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

14.9 Particulars of Public issue of Secured Non-Convertible Debentures outstanding as on March 31, 2024

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	₹ in crore	Number of NCDs	₹ in core
SERIES II TRANCHE II – CATEGORY I & II.	26-Aug-19	26-Aug-24	**9,77,140**	**97.71**	9,77,140	97.71
SERIES II TRANCHE II – CATEGORY III & IV.	26-Aug-19	26-Aug-24	**34,09,175**	**340.92**	34,09,175	340.92
SERIES III TRANCHE II – CATEGORY I & II.	26-Aug-19	26-Aug-27	**9,24,814**	**92.48**	9,24,814	92.48
SERIES III TRANCHE II – CATEGORY III & IV.	26-Aug-19	26-Aug-27	**60,03,935**	**600.39**	60,03,935	600.39
TCFSL NCD Series II (2019)	27-Sep-18	27-Sep-23	**-**	**-**	1,53,39,499	1,533.95
Total (A)				**1,131.50**		**2,665.45**
Add : Interest accrued on borrowing				**58.06**		127.48
Less : Unamortised borrowing cost				**(6.89)**		(11.56)
Total (B)				**51.17**		**115.92**
TOTAL (A+B+C)				**1,182.67**		**2,781.37**

Note : Coupon rate of above outstanding as on March 31, 2024 varies from 8.40% to 8.65% (March 31, 2023 : 8.40% to 8.90%)

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

14.10 Particulars of Privately Placed unsecured non-convertible debentures ("NCDs") outstanding as on March 31, 2024:

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	₹ in crore	Number of NCDs	₹ in core
TCL NCD "B" FY 2020-21 - Option - II	25-Feb-21	30-Apr-24	**1,000**	**100.00**	1,000	100.00
TCL NCD B SERIES FY 2020-21 - OPTION - II - Re-issue No. 1	22-Feb-22	30-Apr-24	**3,000**	**300.00**	3,000	300.00
TCL NCD "B" FY 2021-22	22-Feb-22	28-Mar-25	**3,000**	**300.00**	3,000	300.00
TCL NCD "B" FY 2021-22-Reissue No.1-1	18-Jul-23	28-Mar-25	**2,950**	**295.00**	-	-
TCL NCD "B" FY 2021-22-Reissue No.1-2	18-Jul-23	28-Mar-25	**2,050**	**205.00**	-	-
TCL NCD "A" FY 2020-21 - Option - I	4-Aug-20	4-Aug-25	**2,050**	**205.00**	2,050	205.00
TCL NCD "A" FY 2020-21 - Option - I Reissue No.1-1	21-Aug-23	4-Aug-25	**950**	**95.00**	-	-
TCL NCD "A" FY 2020-21 - Option - I Reissue No.1-2	21-Aug-23	4-Aug-25	**1,500**	**150.00**	-	-
TCL NCD "A" FY 2020-21 - Option - I Reissue No.1-3	21-Aug-23	4-Aug-25	**500**	**50.00**	-	-
TCFSL Unsecured NCD "A" FY 2018-19	19-Mar-19	17-Mar-34	**5,900**	**590.00**	5,900	590.00
TCFSL Unsecured NCD "A" FY 2019-20	23-Mar-20	23-Mar-35	**5,000**	**500.00**	5,000	400.00
TCL Unsecured NCD C FY 2019-20 Option I	7-Feb-20	28-Jun-23	**-**	**-**	1,250	125.00
TCL Unsecured NCD A FY 2020-21 Option II	4-Aug-20	4-Aug-23	**-**	**-**	3,000	300.00
TCL Unsecured NCD B FY 2020-21 Option I	25-Feb-21	28-Dec-23	**-**	**-**	3,000	300.00
TCL Unsecured NCD A FY 2021-22	18-Jan-22	16-Feb-24	**-**	**-**	4,000	400.00
Total (A)				**2,790.00**		**3,020.00**
Add : Interest accrued on borrowing				**52.08**		63.64
Add : Unamortised premium				**0.06**		0.78
Total (B)				**52.14**		**64.42**
Less : Unamortised borrowing cost				**(0.61)**		(0.76)
Less : Unamortised discount				**(10.19)**		-
Total (C)				**(10.80)**		**(0.76)**
TOTAL (A+B+C)				**2,831.34**		**3,083.66**

Note : Coupon rate of above outstanding as on March 31, 2024 varies from 6.70% to 8.93% (As on March 31, 2023 : 6.49% to 8.93%)

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Note 15: Borrowings (Other Than Debt Securities) (₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
At amortised cost		
(a) Term loans		
Secured - In India		
(i) From Banks (Refer note 15.1 and 15.2 below)	**28,136.97**	22,900.20
(ii) From Others (Refer note 15.1 and 15.2 below)	**12,986.07**	5,335.09
Secured - Outside India		
(i) From Banks (Refer note 15.2 below)	**9,939.45**	5,869.40
(b) Loans repayable on demand		
Secured		
From Banks - In India		
(i) Working capital demand loan (Refer note 15.2 below)	**3,183.60**	3,131.07
(ii) Bank Overdraft (Refer note 15.2 below)	**-**	0.31
Unsecured		
From Banks - In India		
(i) Working capital demand loan (Refer note 15.2 below)	**400.00**	450.34
(c) Other loans - In India		
Unsecured		
(i) Inter corporate deposits from others (Refer note 15.2 below)	**40.96**	51.99
Total	**54,687.05**	**37,738.40**

Note:

15.1. Loans and advances from banks and others are secured by pari passu charge on the receivables of the Company through Security Trustee.

15.2. Terms of repayment of borrowings and rate of interest:

As per terms of agreements, loans from banks aggregating ₹ 37,992.86 crore (March 31, 2023 : ₹ 27,816.95 crore) are repayable at maturity ranging between 5 and 118 months from the date of respective loan. Rate of interest payable on term loans varies between 6.50% to 9.38% (March 31, 2023 : 6.40% to 8.99%).

As per terms of agreements, loans from others aggregating ₹ 12,962.41 crore (March 31, 2023 : ₹ 5,322.86 crore) are repayable at maturity ranging between 17 and 180 months from the date of respective loan. Rate of interest payable on term loans varies between 4.24% to 8.35%. (March 31, 2023 : 4.24% to 8.35%).

Rate of interest payable on working capital demand loans varies between 7.50% to 8.45% (March 31, 2023 : 7.19% to 8.30%)

Rate of interest payable on Inter-corporate deposits varies between 7.60% to 7.80% (March 31, 2023 : 5.20% to 7.20%).

15.3. As at March 31, 2024, the Company had undrawn borrowing facilities of ₹ 7,893.26 crore (March 31, 2023 : ₹ 7,929.17 crore).

15.4. The Company has not defaulted in the repayment of borrowings (other than debt securities) and interest thereon for the year ended March 31, 2024 and March 31, 2023.

15.5. The quarterly returns/statements of current assets filed by the company with banks or financials institutions are in agreement with the books of accounts.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Note 16: Subordinated Liabilities

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
At amortised cost		
Unsecured - In India		
Debentures		
Non-Convertible Subordinated Debentures	**5,242.07**	3,633.45
Non-Convertible Perpetual Debentures	**1,124.09**	1,217.03
Cumulative Redeemable Preference Shares	**795.39**	1,070.15
Total	**7,161.55**	**5,920.63**

Note:

1. Of the above, subordinated liabilities and perpetual debentures amounting to face value of ₹ 213.62 crore (March 31, 2023 : ₹ 213.72 crore) are held by related parties.
2. Of the above, Cumulative Redeemable Preference Shares amounting to face value of ₹ 50.50 crore (March 31, 2023 : ₹ 50.50 crore) are held by related parties.
3. The Company has not defaulted in the repayment of subordinated liabilities and interest thereon for the year ended March 31, 2024 and March 31, 2023.

16.1 Particulars of Subordinated unsecured non-convertible debentures ("NCDs") outstanding as on March 31, 2024

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	₹ in crore	Number of NCDs	₹ in crore
TCFSL Tier II Bond 'A' FY 2014-15	26-Sep-14	25-Sep-24	**1,000**	**100.00**	1,000	100.00
TCFSL Tier II Bond 'B' FY 2014-15	07-Jan-15	07-Jan-25	**350**	**35.00**	350	35.00
TCFSL Tier II Bond 'C' FY 2014-15	30-Jan-15	30-Jan-25	**750**	**75.00**	750	75.00
TCFSL Tier II Bond 'D' FY 2014-15	31-Mar-15	31-Mar-25	**2,000**	**200.00**	2,000	200.00
TCFSL Tier II Bond 'A' FY 2015-16	22-Jul-15	22-Jul-25	**900**	**90.00**	900	90.00
TCFSL Tier II Bond 'B' FY 2015-16	30-Mar-16	30-Mar-26	**2,000**	**200.00**	2,000	200.00
TCFSL Tier-II Bond 'A' FY 2016-17	11-Aug-16	11-Aug-26	**2,000**	**200.00**	2,000	200.00
TCFSL Tier-II Bond 'B' FY 2016-17	26-Oct-16	26-Oct-26	**150**	**15.00**	150	15.00
TCFSL NCD Series III (2018)	27-Sep-18	27-Sep-28	**2,95,490**	**29.55**	2,95,490	29.55
TCFSL NCD Series III (2018)	27-Sep-18	27-Sep-28	**34,18,488**	**341.85**	34,18,488	341.85
TCFSL Tier-II Bond 'A' FY 2018-19	28-Dec-18	28-Dec-28	**2,000**	**200.00**	2,000	200.00
TCFSL Tier-II Bond "A" FY 2019-20	16-Apr-19	16-Apr-29	**200**	**20.00**	200	20.00
TCFSL Tier II NCD "A" FY 2019-20 Discount Reissuance 1	13-Jun-19	16-Apr-29	**650**	**65.00**	650	65.00
TCFSL Tier II NCD "A" FY 2019-20 Premium Reissuance 2	26-Jun-19	16-Apr-29	**1,000**	**100.00**	1,000	100.00
TCFSL Tier II NCD "A" FY 2019-20 Premium Reissuance 3	29-Jul-19	16-Apr-29	**295**	**29.50**	295	29.50
TCCL Tier II Bond 'A' FY 2019-20	10-May-19	10-May-29	**500**	**50.00**	500	50.00
TCCL Tier II Bond 'A' FY 2019-20 Reissuance no 1	29-May-19	10-May-29	**500**	**50.00**	500	50.00

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	₹ in crore	Number of NCDs	₹ in crore
TCCL Tier II Bond 'A' FY 2019-20 Reissuance no 2	27-Jun-19	10-May-29	**500**	**50.00**	500	50.00
SERIES IV TRANCHE II – CATEGORY I & II.	26-Aug-19	26-Aug-29	**46,500**	**4.65**	46,500	4.65
SERIES IV TRANCHE II – CATEGORY III & IV.	26-Aug-19	26-Aug-29	**17,26,973**	**172.70**	17,26,973	172.70
TCFSL Tier-II Bond "B" FY 2019-20	13-Nov-19	13-Nov-29	**1,000**	**100.00**	1,000	100.00
TCFSL Tier-II Bond "B" FY 2019-20 Premium Reissuance 1	3-Jan-20	13-Nov-29	**700**	**70.00**	700	70.00
TCCL Tier II Bond 'B' FY 2019-20	13-Nov-19	13-Nov-29	**500**	**50.00**	500	50.00
TCCL Tier II Bond 'B' FY 2019-20 Reissuance no 1	3-Feb-20	13-Nov-29	**1,000**	**100.00**	1,000	100.00
TCCL Tier II Bond 'B' FY 2019-20 Reissuance no 2	24-Feb-20	13-Nov-29	**500**	**50.00**	500	50.00
TCCL Tier II Bond 'A' FY 2020-21	28-Jul-20	26-Jul-30	**500**	**50.00**	500	50.00
TCCL Tier II Bond 'A' FY 2020-21 Premium Reiss no 1	14-Oct-20	26-Jul-30	**500**	**50.00**	500	50.00
TCCL Tier II Bond 'A' FY 2020-21 Premium Reiss no 2	17-Dec-20	26-Jul-30	**500**	**50.00**	500	50.00
TCFSL Tier-II Bond "A" FY 2020-21	17-Sep-20	17-Sep-30	**750**	**75.00**	750	75.00
TCFSL Tier-II Bond "A" FY 2020-21 Premium Reissuance 1	13-Oct-20	17-Sep-30	**1,250**	**125.00**	1,250	125.00
TCFSL Tier-II Bond "A" FY 2020-21 Discount Reissuance 2	23-Mar-21	17-Sep-30	**1,000**	**100.00**	1,000	100.00
TCFSL Tier-II Bond "A" FY 2021-22	28-Jun-21	27-Jun-31	**1,500**	**150.00**	1,500	150.00
TCFSL Tier-II Bond "B" FY 2021-22	24-Nov-21	24-Nov-31	**500**	**500.00**	500	500.00
TCFSL Tier-II Bond "A" FY 2023-24	27-Jul-23	27-Jul-33	**500**	**500.00**	-	-
TCFSL Tier-II Bond "A" FY 2023-24 Discount Reissuance 1	16-Nov-23	27-Jul-33	**500**	**500.00**	-	-
TCFSL Tier-II Bond "A" FY 2023-24 Discount Reissuance 2	22-Feb-24	27-Jul-33	**240**	**240.00**	-	-
TCFSL Tier-II Bond "A" FY 2023-24 Discount Reissuance 3	21-Mar-24	27-Jul-33	**260**	**260.00**	-	-
Total (A)				**4,998.25**		**3,498.25**
Add: Interest accrued on borrowing				**261.32**		140.78
Add : Unamortised premium				**3.14**		3.70
Total (B)				**264.46**		**144.48**
Less: Unamortised borrowing cost				**(10.91)**		(8.20)
Less : Unamortised discount				**(9.73)**		(1.08)
Total (C)				**(20.64)**		**(9.28)**
TOTAL (A+B+C)				**5,242.07**		**3,633.45**

Note: Coupon rate of above outstanding as on March 31, 2024 varies from 7.30% to 10.15% (as on March 31, 2023 from 7.30% to 10.15%).

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

16.2 Particulars of Perpetual unsecured non-convertible debentures ("NCDs") outstanding as on March 31, 2024

Description of NCDs	Issue Date	Redemption Date	As at March 31, 2024		As at March 31, 2023	
			Number of NCDs	₹ in crore	Number of NCDs	₹ in crore
TCFSL Perpetual 'A' FY 2013-14	27-Mar-14	27-Mar-24	-	-	1,871	93.55
TCFSL Perpetual 'A' FY 2015-16	16-Jul-15	16-Jul-25	**1,000**	**100.00**	1,000	100.00
TCFSL Perpetual 'B' FY 2015-16	06-Jan-16	06-Jan-26	**500**	**50.00**	500	50.00
TCFSL Perpetual 'C' FY 2015-16	02-Feb-16	02-Feb-26	**500**	**50.00**	500	50.00
TCFSL Perpetual 'D' FY 2015-16	09-Feb-16	09-Feb-26	**1,000**	**100.00**	1,000	100.00
TCFSL Perpetual 'E' FY 2015-16	23-Mar-16	23-Mar-26	**1,000**	**100.00**	1,000	100.00
TCFSL Perpetual 'A' FY 2016-17	30-Jun-16	30-Jun-26	**500**	**50.00**	500	50.00
TCFSL Perpetual 'B' FY 2016-17	13-Jan-17	13-Jan-27	**100**	**10.00**	100	10.00
TCFSL Perpetual 'C' FY 2016-17	08-Mar-17	08-Mar-27	**400**	**40.00**	400	40.00
TCFSL Perpetual 'A' FY 2017-18	21-Jun-17	21-Jun-27	**500**	**50.00**	500	50.00
TCFSL Perpetual 'B' FY 2017-18	14-Jul-17	14-Jul-27	**500**	**50.00**	500	50.00
TCFSL Perpetual 'C' FY 2017-18	11-Sep-17	11-Sep-27	**930**	**93.00**	930	93.00
TCFSL Perpetual 'D' FY 2017-18	26-Mar-18	26-Mar-28	**1,000**	**100.00**	1,000	100.00
TCFSL Perpetual 'D' FY 2017-18	26-Mar-18	26-Mar-28	**250**	**25.00**	250	25.00
TCFSL Perpetual 'A' FY 2020-21	30-Sep-20	30-Sep-30	**1,000**	**100.00**	1,000	100.00
TCFSL Perpetual 'B' FY 2020-21	19-Oct-20	19-Oct-30	**750**	**75.00**	750	75.00
TCFSL Perpetual 'A' FY 2021-22	28-Feb-22	28-Feb-32	**100**	**100.00**	100	100.00
Total (A)				**1,093.00**		**1,186.55**
Add: Interest accrued on borrowing				**33.52**		33.65
Less: Unamortised borrowing cost				**(2.43)**		(3.17)
				1,124.09		**1,217.03**

Notes :

1. Coupon rate of above outstanding as on March 31, 2024 varies from 7.89% to 9.99% (March 31, 2023: 7.89% to 10.95%)
2. NCDs outstanding as on March 31, 2024 and March 31, 2023 are redeemable at par.

Particulars	As at March 31, 2024	As at March 31, 2023
Funds Raised through Perpetual Debt Instruments	**-**	-
Amount outstanding at the end of year	**1,093.00**	1,186.55
Financial year in which interest on Perpetual Debt Instruments is not paid on account of 'Lock-In Clause'.	**NA**	NA

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

16.3 Particulars of Cumulative Redeemable Preference Shares :

(₹ in crore)

Particulars	Tranche	No of shares	Allotment Date	Redemption Date/ Actual Redemption Date	March 31, 2024	March 31, 2023
7.50% Cumulative Redeemable Preference Shares of ₹ 1,000 each	T	12,76,000	March 10, 2017	March 9, 2024	-	127.60
	U	6,04,500	July 7, 2017	July 6, 2024	**60.45**	60.45
	V	7,36,000	July 12, 2017	July 11, 2024	**73.60**	73.60
	W	6,69,500	July 26, 2017	July 25, 2024	**66.95**	66.95
7.33% Cumulative Redeemable Preference Shares of ₹ 1,000 each	X	7,50,000	July 28, 2017	July 27, 2024	**75.00**	75.00
	Y	6,59,500	August 4, 2017	August 3, 2024	**65.95**	66.72
7.15% Cumulative Redeemable Preference Shares of ₹ 1,000 each	Z	6,45,500	September 15, 2017	September 14, 2024	**64.55**	64.55
7.10% Cumulative Redeemable Preference Shares of ₹ 1,000 each	AA	5,83,700	September 29, 2017	September 28, 2024	**58.37**	58.37
	AB	2,81,000	April 20, 2018	April 19, 2025	**28.10**	28.10
	AC	1,54,550	May 10, 2018	May 9, 2025	**15.46**	15.46
	AD	2,97,000	June 15, 2018	June 14, 2025	**29.70**	29.70
7.75% Cumulative Redeemable Preference Shares of ₹ 1,000 each	AE	3,64,500	March 13, 2019	March 12, 2026	**36.45**	36.40
	AE	35,500	March 13, 2019	May 15, 2023	-	3.56
7.50% Cumulative Redeemable Preference Shares of ₹ 1,000 each	AF	2,42,000	June 12, 2019	June 11, 2026	**24.20**	24.15
	AF	1,58,000	June 12, 2019	September 14, 2023	-	15.77
	AG	90,000	June 28, 2019	June 27, 2026	**9.00**	8.98
	AG	3,10,000	June 28, 2019	September 14, 2023	-	30.92
	AH	1,98,000	August 7, 2019	August 6, 2026	**19.80**	19.80
	AH	1,92,000	August 7, 2019	October 31, 2023	-	19.20
	AI	1,50,000	August 28, 2019	August 27, 2026	**15.00**	15.01
	AI	2,50,000	August 28, 2019	October 31, 2023	-	25.00
	AJ	2,76,200	August 30, 2019	August 29, 2026	**27.62**	27.62
	AJ	1,23,800	August 30, 2019	October 31, 2023	-	12.38
	AK	3,17,500	September 4, 2019	September 3, 2026	**31.75**	31.73
	AK	82,500	September 4, 2019	January 10, 2024	-	8.24
	AL	2,11,900	September 9, 2019	September 8, 2026	**21.19**	21.17
	AL	1,88,100	September 9, 2019	January 10, 2024	-	18.79
	AM	4,50,000	September 18, 2019	September 17, 2026	**45.00**	44.98
	AN	2,72,500	September 24, 2019	September 23, 2026	**27.25**	27.21
	AN	1,27,500	September 24, 2019	March 8, 2024	-	12.74
Total					**795.39**	**1,070.15**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Note 17: Other Financial Liabilities

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
(a) Security deposit	**582.93**	509.14
(b) Payable for capital expenditure	**66.74**	53.39
(c) Advances from customers	**37.90**	35.97
(d) Accrued employee benefit expense	**240.38**	174.55
(e) Unclaimed matured debentures, unclaimed dividend on preference shares, unclaimed application money and accrued interest thereon,	**3.94**	2.01
(f) Payable under buyer's credit facility	**230.66**	224.85
(g) Amounts payable - assigned loans	**1.24**	2.97
(h) Book Overdraft	**93.20**	544.98
(i) Claimed amount under CGTMSE, ECLGS and other arrangements	**37.98**	32.69
Total	**1,294.97**	**1,580.55**

Note 18: Current Tax Liabilities

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Provision for tax	**365.65**	263.99
Total	**365.65**	**263.99**

Note 19: Provisions

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Provision for employee benefits :		
(a) Provision for gratuity (net)	**1.40**	-
(b) Provision for compensated absences	**27.73**	22.25
(c) Provision for long-term service award	**1.44**	1.31
Others :		
(a) Provision for off Balance Sheet exposure	**38.79**	35.21
Total	**69.36**	**58.77**

Note 20: Other Non-Financial Liabilities

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
(a) Statutory dues	**145.87**	96.11
(b) Revenue received in advance	**0.65**	2.68
(c) Margin money received under Letter of credit/Buyer's credit	**10.75**	9.82
(d) Others	**44.15**	59.23
Total	**201.42**	**167.84**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Note 21: Share Capital

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
AUTHORISED		
7,75,00,00,000 (March 31, 2023 : 4,75,00,00,000 shares) Equity shares of ₹ 10 each	**7,750.00**	4,750.00
3,25,00,000 (March 31, 2023 : 3,25,00,000 shares) Preference shares of ₹ 1,000 each	**3,250.00**	3,250.00
3,00,00,00,000 (March 31, 2023 : Nil) Preference shares of ₹ 10 each	**3,000.00**	-
	14,000.00	**8,000.00**
ISSUED, SUBSCRIBED & PAID UP		
3,74,64,07,148 (March 31, 2023: 3,56,01,19,841 shares) Equity shares of ₹ 10 each fully paid up	**3,746.41**	3,560.12
Total	**3,746.41**	**3,560.12**

During the year, the Company has issued 18,62,87,307 equity shares of face value ₹ 10 each fully paid up out of which 7,16,48,559 were allotted to International Finance Corporation pursuant to merger being the shareholder of TCCL as on Record Date i.e. 01 January 2024 in accordance with the share exchange ratio based on valuation carried out by independent valuers. The Company has issued 6,13,81,377 shares on "Right Basis" on September 29, 2023 at a price of ₹ 162.90 each, including a premium of ₹ 152.90 and 5,32,57,371 shares on "Right Basis" on December 29, 2023 at a price of ₹ 188.40 each, including a premium of ₹ 178.40 each. (March 31, 2023: 4,39,52,097 equity shares of face value ₹ 10 each fully paid up, at a price of ₹ 125.09 each, including a premium of ₹ 115.09 each.).

21 (a). Details of shareholding of Promoters are given below

Particulars	% change during the year	As at March 31, 2024			As at March 31, 2023		
		No. of shares	₹ in crore	% holding	No. of shares	₹ in crore	% holding
Tata Sons Private Limited	**3.24%**	**3,47,77,15,784**	**3,477.72**	**92.83%**	3,36,86,83,388	3,368.68	94.62%

21 (b). Details of shareholders holding more than 5 percent shares in the Company are given below:

Particulars	As at March 31, 2024			As at March 31, 2023		
	No. of shares	₹ in crore	% holding	No. of shares	₹ in crore	% holding
Tata Sons Private Limited	**3,47,77,15,784**	**3,477.72**	**92.83%**	3,36,86,83,388	3,368.68	94.62%

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

21 (c). Reconciliation of number of equity shares outstanding

Particulars	No. of shares	₹ In Crore
Equity Shares		
Opening balance as on April 01, 2022	3,51,61,67,744	3,516.17
Additions during the year	4,39,52,097	43.95
Closing Balance as on March 31, 2023	**3,56,01,19,841**	**3,560.12**
Additions during the year	18,62,87,307	186.29
Closing Balance as on March 31, 2024	**3,74,64,07,148**	**3,746.41**

21 (d). Rights, preferences and restrictions attached to shares

Equity Shares : The Company has one class of equity shares having a face value of ₹ 10 per share. Each shareholder is eligible for one vote per share held. The dividend proposed by the Board of Directors, if any, is subject to the approval of the shareholders in the ensuing Annual General Meeting, except in case of interim dividend. In the event of liquidation, the equity shareholders are eligible to receive the remaining assets of the Company after distribution of all preferential amounts, in proportion to their shareholding. Tata Sons Limited is the ultimate holding company.

21. (e). There are no shares reserved for issue under options and contracts/commitments for the sale of shares or disinvestment.

Note 22: Other Equity

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
(a) Securities Premium Account	**5,094.47**	3,205.84
(b) Capital Reserve	**0.93**	0.93
(c) Capital Redemption Reserve	**5.75**	5.75
(d) Statutory Reserve Account u/s 45-IC of Reserve Bank of India Act, 1934	**2,209.65**	1,711.16
(e) Special Reserve Account u/s 36(1)(viii) of Income tax Act, 1961	**119.90**	108.00
(f) Retained earnings	**6,367.18**	3,857.45
(g) General Reserve	**332.68**	317.39
(h) Share options outstanding account	**49.79**	40.40
(i) Other Comprehensive Income		
(i) Fair value gain on Financial Assets carried at FVTOCI	**13.36**	2.15
(ii) The effective portion of gains and loss on hedging instruments in cash flow hedge	**(17.98)**	35.96
(iii) Remeasurement of defined employee benefit plans	**(14.61)**	(12.28)
(iv) Fair value gain on investment in equities carried at FVTOCI	**1,544.89**	1,836.96
Total	**15,706.01**	**11,109.71**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Nature and Purpose of Reserves as per Para 79 of Ind AS 1

Sr. No.	Particulars	Nature and purpose of Reserves
1	Securities Premium Account	Premium received upon issuance of equity shares.
2	Capital Reserve	Reserve created on accounting of merger of subsidiaries.
3	Capital Redemption Reserve	The Company has created capital redemption reserve on redemption of non convertible redeemable preference shares from its retained earnings.
4	Special Reserve Account/Statutory Reserve	As prescribed by section 45-IC of the Reserve Bank of India Act, 1934 and Section 36 (1) (viii) of the Income Tax Act,1961. No appropriation of any sum from the reserve fund shall be made by the Company except for the purpose as may be specified by RBI from time to time.
5	Retained Earning	Created out of accretion of profits.
6	General Reserve	Created upon employees stock options that expired unexercised or upon forfeiture of options granted.
7	Share Options Outstanding Account	Created upon grant of options to employees.
8	Other Comprehensive Income	
	(i) Fair value gain on Financial Assets carried at FVTOCI	The Company designated certain loans at FVTOCI where the purpose is to sell in the near future; this reserve represents the changes in the fair value of loans classified at fair value through other comprehensive income.
	(ii) The effective portion of gains and loss on hedging instruments in cash flow hedge	It represents the amortisation of premium on hedge instruments and cumulative gains/(losses) arising on revaluation of the hedged items and hedge instruments.
	(iii) Remeasurement of defined employee benefit plans	It represents the cumulative gains/(losses) arising on remeasurement of post employment benefit obligation.
	(iv) Fair value gain on investment in equities carried at FVTOCI	The Company has designated certain equity instruments at FVTOCI, hence this reserve represents the fair value gains/(losses) arising on these instruments.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Note 23: Interest Income

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
On Financial Assets measured at Amortised Cost		
(a) Interest on loans	**11,178.48**	8,076.84
(b) Interest income from investments	**216.28**	139.00
(c) Interest income on deposits with banks	**28.11**	10.58
(d) Interest income on inter corporate deposits	**11.59**	7.92
(e) Other interest income	**1.44**	0.95
On Financial Assets measured at fair value through OCI		
(a) Interest on loans	**73.08**	36.54
On Financial Assets measured at fair value through profit and loss		
(a) Interest on loans	**4.91**	4.56
Total	**11,513.89**	**8,276.39**

Note 24: Dividend Income

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Dividend income	**122.86**	79.49
Total	**122.86**	**79.49**

Note 25: Rental Income

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Rental Income	**205.95**	269.14
Branch co-sharing income	**3.23**	9.57
Total	**209.18**	**278.71**

Note 26: Fees And Commission Income

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
(a) Loan servicing and other charges	**213.60**	145.71
(b) Foreclosure charges	**64.10**	29.17
(c) Fees on value added services and products	**309.51**	133.98
(d) Advisory Fees	**92.75**	94.79
(e) Others	**32.49**	30.40
Total	**712.45**	**434.05**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Note 27: Net Gain / (Loss) On Fair Value Changes

(₹ in crore)

Particulars		For the year ended March 31, 2024	For the year ended March 31, 2023
(A)	Net Gain / (loss) on financial instruments at fair value through profit or loss		
(B)	Others		
	- On equity securities	**8.17**	8.17
	- On other financial securities	**723.30**	1,094.16
(C)	Total Net gain/(loss) on fair value changes	**731.47**	**1,102.33**
(D)	Fair value changes :		
	- Realised	**732.82**	1,088.31
	- Unrealised	**(1.35)**	14.02
	Total Net gain/(loss) on fair value changes	**731.47**	**1,102.33**

Note 28: Other Income

(₹ in crore)

Particulars		For the year ended March 31, 2024	For the year ended March 31, 2023
(a)	Net Gain on derecognition of property, plant and equipment	**15.68**	-
(b)	Interest on tax refunds	**2.78**	2.06
(c)	Gain on modification/derecognition of right-of-use assets	**0.78**	0.25
(d)	Miscellaneous income	**0.02**	0.69
Total		**19.26**	**3.00**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Note 29: Finance Costs

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
At amortised cost		
(a) Interest on borrowings	**3,387.11**	1,870.23
(b) Interest on debt securities	**2,156.94**	1,726.60
(c) Interest on subordinated liabilities	**531.93**	486.98
(d) Interest on lease liabilities	**12.97**	7.28
(e) Other interest expense	**8.80**	37.15
(f) Discounting Charges on debt securities		
(i) On commercial paper	**504.37**	384.33
(ii) On debentures	**43.55**	44.81
Total	**6,645.67**	**4,557.38**

During the year ended March 31, 2024, the Company has declared and paid, an interim dividend for the year ending March 31, 2024 on Cumulative Redeemable Preference Shares aggregating to ₹ 74.34 crore (For the year ending March 31, 2023 ₹ 80.30 crore).

Note 30: Employee Benefit Expenses

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
(a) Salaries, wages and bonus	**1,248.35**	868.13
(b) Contribution to provident and other fund	**47.32**	34.79
(c) Staff welfare expenses	**50.45**	39.18
(d) Expenses related to post-employment defined benefit plans	**11.14**	8.90
(e) Share based payments to employees	**28.11**	18.21
Total	**1,385.37**	**969.21**

Note 31: Impairment Of Financial Instruments

(₹ in crore)

Particulars	For the year ended March 31, 2024		For the year ended March 31, 2023	
(I) Loans				
(a) Impairment loss allowance on loans (Stage III) - at amortised cost	**227.05**		233.42	
Less : Delinquency Support	**(7.28)**	**219.77**	(15.21)	218.21
(b) Write off - Loans (net of recoveries) - at amortised cost		**505.25**		345.56
(c) Impairment loss allowance on loans (Stage I & II)				
- at amortised cost	**(8.57)**		(22.73)	
- at FVTOCI	**1.13**	**(7.44)**	0.41	(22.32)
		717.58		541.45
(II) Impairment on Investments - at cost		**7.64**		8.92
(III) Trade receivables - at amortised cost		**23.13**		0.97
(IV) Derivative current credit exposure - at FVTOCI		**0.10**		0.67
Total		**748.45**		**552.01**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

32. Other Operating Expenses

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
(a) Advertisements and publicity	**127.55**	89.38
(b) Brand Equity and Business Promotion	**35.92**	27.88
(c) Corporate social responsibility expenses	**38.45**	23.46
(d) Information technology expenses	**225.30**	160.84
(e) Insurance charges	**3.13**	5.89
(f) Legal and professional fees	**72.99**	60.70
(g) Loan processing cost	**42.38**	21.38
(h) Loss on derecognition of property, plant and equipment (Net)	**-**	3.46
(i) Printing and stationery	**6.87**	2.79
(j) Reversal of provision against assets held for sale (Net)#	**(12.70)**	-
(k) Power and fuel	**13.69**	10.98
(l) Repairs and maintenance	**5.62**	4.47
(m) Rent, Rates and Taxes	**12.37**	3.94
(n) Stamp charges	**59.98**	38.75
(o) Service providers' charges	**322.91**	291.84
(p) Training and recruitment	**6.90**	8.12
(q) Communication cost	**6.59**	4.43
(r) Travelling and conveyance	**50.15**	39.87
(s) Other expenses	**59.22**	49.95
Total	**1,077.32**	**848.13**

#- Includes loss amounting to ₹ 18.60 crore on sale of asset held for sale

(a) Auditors' Remuneration (excluding taxes):

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Audit Fees	**2.90**	2.49
Tax Audit Fees	**0.10**	0.05
Other Services (includes out of pocket expenses) *	**0.50**	0.14
Total	**3.50**	**2.68**

(Auditors' remuneration is included in Other expenses)

* Other Services include fees for certifications

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(b) Expenditure in Foreign Currency

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Other Operating Expenses		
Advertisement and Publicity	**0.42**	0.20
Legal and professional fees	**0.61**	1.10
Director's Commission paid	**0.16**	-
Information Technology Expenses	**14.84**	11.72
Training and recruitment	**0.10**	0.02
Other expenses	**0.14**	0.03
Total	**16.27**	**13.07**

(c) Corporate social responsibility expenses

(i) Gross amount required to be spent by the company during the year was ₹ 38.45 crore. (March 31, 2023 : ₹ 23.46 crore)

(ii) Amount spent during the year on:

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
i) Construction/acquisition of any asset		
Paid	**9.36**	4.41
Yet to be paid	**-**	-
ii) On purposes other than (i) above		
Paid	**29.09**	19.05
Yet to be paid	**-**	-

(iii) The amount of shortfall at the end of the year out of the amount required to be spent by the Company during the year: ₹ Nil.

(iv) The total of previous years' shortfall amounts: ₹ Nil

(v) The reason for above shortfalls by way of a note: Not Applicable

(vi) The nature of CSR activities undertaken by the Company: The CSR activities are undertaken as per Section 135 CSR Rules of the Companies Act 2013. The company's mission is to improve the lives of the community, especially the socially and economically underprivileged communities, by making a long term, measurable and positive impact through projects in the areas of Education, Climate Action, Health and Skill Development.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Note 33: Employee Benefit Expenses

A. Defined contribution plans

1) Superannuation Fund

The Company makes contribution towards superannuation fund, a defined contribution retirement plan for qualifying employees. The Superannuation fund is administered by superannuation fund set up as Trust by the Company. The Company is liable to pay to the superannuation fund to the extent of the amount contributed. The Company recognizes such contribution as an expense in the year of contribution. The Company has recognised ₹ 1.55 crore (Year ended 31 March 2023 ₹ 1.55 crore) for Superannuation Fund contributions in the Statement of Profit and Loss.

B. Defined benefit plan

1) Provident Fund

The Company makes Provident Fund contributions, a defined contribution plan for qualifying employees. Under the Schemes, both employees and the Company make monthly contributions at a specified percentage of the covered employees' salary (currently 12% of employees' salary). The contributions, except that the employer's contribution towards pension fund is paid to the Regional Provident Fund office, as specified under the law, are made to the provident fund set up as an irrevocable trust by the Company. The interest rate payable to the members of the trust shall not be lower than the statutory rate of interest declared by the Central Government under the Employees Provident Funds and Miscellaneous Provisions Act, 1952 and shortfall, if any, shall be made good by the Company. Hence the Company is liable for annual contributions and any deficiency in interest cost compared to interest computed based on the rate of interest declared by the Central Government. The total liability in respect of the interest shortfall of the Fund is determined on the basis of an actuarial valuation. The interest liability arising only to the extent of the aforesaid differential shortfalls is a defined benefit plan. There is no such shortfall as at March 31, 2024.

Effective January 1st, 2024, Tata Capital Financial Services Limited, a wholly owned subsidiary of the Company and Tata Cleantech Capital Limited, a subsidiary of the Company have merged with the Company under a scheme of arrangement approved by the NCLT vide order dated November 24, 2023. The Provident Fund contributions, for qualifying employees of the erstwhile company Tata Cleantech Capital Limited for the period upto the effective date of merger i.e. January 1, 2024 was paid to provident fund administered by the Regional Provident Fund Commissioner.

The Provident Fund contributions along with the interest shortfall if any are recognized as an expense in the year in which it is determined. The Company has recognised ₹ 44.24 crore (Year ended 31 March 2023 ₹ 32.10 crore) for Provident Fund contributions and ₹ Nil (Year ended 31 March 2023 ₹ Nil) for interest shortfalls in the Statement of Profit and Loss.

2) Gratuity

The Company offers its employees defined benefit plans in the form of a gratuity scheme (a lump-sum amount). Benefits under the defined benefit plans are typically based on years of service and the employee's compensation (generally immediately before retirement). The gratuity scheme covers substantially all regular employees. Commitments are actuarially determined at year-end. These commitments are valued at the present value of the expected future payments, with consideration for calculated future salary increases, using a discount rate corresponding to the interest rate estimated by the actuary having regard to the interest rate on Government bonds with a remaining term that is almost equivalent to the average balance working period of employees. Actuarial valuation is done based on "Projected Unit Credit" method. Gains and losses of changed actuarial assumptions are recorded in the Other Comprehensive Income. The Company provides gratuity for employees in India as per payment of Gratuity Act, 1972. The gratuity scheme for employees is as under:

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Eligibility	Continuous service for 5 years (not applicable in case of death or disability while in service)
Benefit payable upon	Retirement, Withdrawal, Death/Disability
Benefit payable	For service less than 10 years: 15/26 X Salary X Service
	For service greater than 10 years: Salary X Service
Salary definition	Last drawn monthly basic salary + Dearness Allowance
Service definition	Number of years of service rounded to the nearest integer
Normal retirement age	60 years

There are no statutory minimum funding requirements for gratuity plans mandated in India. However, a Company can fund the benefits by way of a separate irrevocable Trust to take advantage of tax exemptions and also to ensure security of benefits.

The Tata Capital Limited Gratuity Scheme is funded by way of a separate irrevocable Trust and the Company is expected to make regular contributions to the Trust. The fund is managed internally by the Company and the assets are invested as per the pattern prescribed under Rule 67 of Income Tax Rules, 1962. The asset allocation of the Trust is set by Trustees from time to time, taking into account the membership profile, the liquidity requirements of the plan and risk appetite of the plan sponsor as per the investment norms. Each year asset-liability matching study is performed in which the consequences of the strategic investment policies are analysed in terms of risk and return profiles. Investment and Contribution policies are integrated within this study.

Through its defined benefit plans, the Company is exposed to a number of risks, the most significant of which are detailed below:

1. Interest rate risk: The defined benefit obligation calculated uses a discount rate based on government bonds. If bond yields fall, the defined benefit obligation will tend to increase.
2. Salary Inflation risk : Higher than expected increases in salary will increase the defined benefit obligation
3. Demographic risk : This is the risk of variability of results due to unsystematic nature of decrements that include mortality, withdrawal, disability and retirement. The effect of these decrements on the defined benefit obligation is not straight forward and depends upon the combination of salary increase, discount rate and vesting criteria. It is important not to overstate withdrawals because in the financial analysis the retirement benefit of a short career employee typically costs less per year as compared to a long service employee.
4. Investment risk : For funded plans that rely on insurers for managing the assets, the value of assets certified by the insurer may not be the fair value of instruments backing the liability. In such cases, the present value of the assets is independent of the future discount rate. This can result in wide fluctuations in the net liability or the funded status if there are significant changes in the discount rate during the inter-valuation period.
5. Legislative risk : Legislative risk is the risk of increase in the plan liabilities or reduction in the plan assets due to change in the legislation/regulation. The government may amend the Payment of Gratuity Act, 1972, thus requiring the companies to pay higher benefits to the employees. This will directly affect the present value of the defined benefit obligation and the same will have to be

recognized immediately in the year when any such amendment is effective.

Movement in net defined benefit (asset) / liability

a) Reconciliation of balances of Defined Benefit Obligations.

(₹ in crore)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Total Funded	Total Unfunded	Total Funded	Total Unfunded
Defined Obligations at the beginning of the year	**92.00**	-	76.22	-
Current service cost	**11.96**	-	9.49	-
Interest cost	**6.31**	-	4.77	-
Amalgamations / Acquisitions	**(3.08)**	-	(0.06)	-
a. Due to change in financial assumptions	**1.44**	-	0.82	-
b. Due to change in experience adjustments	**8.09**	-	6.34	-
Benefits paid directly by the Company	**(6.32)**	-	(5.58)	-
Defined Obligations at the end of the year	**110.40**	**-**	**92.00**	**-**

b) Reconciliation of balances of Fair Value of Plan Assets

(₹ in crore)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Total Funded	Total Unfunded	Total Funded	Total Unfunded
Fair Value at the beginning of the year	**94.66**	-	83.47	-
Expected return on plan assets	**6.41**	-	(3.10)	-
Employer contributions	**4.14**	-	8.65	-
Amalgamations / Acquisitions	**(3.08)**	-	(0.06)	-
Interest Income on Plan Assets	**6.87**	-	5.70	-
Fair Value of Plan Assets at the end of the year	**109.00**	**-**	**94.66**	**-**

c) Funded status

(₹ in crore)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Total Funded	Total Unfunded	Total Funded	Total Unfunded
Surplus/ (Deficit) of plan assets over obligations	**(1.40)**		2.66	
Total	**(1.40)**	**-**	**2.66**	**-**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

d) Categories of plan assets

(₹ in crore)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Total Funded	Total Unfunded	Total Funded	Total Unfunded
Corporate bonds	**0.24**	-	2.39	-
Government securities	**0.24**	-	0.26	-
Insurer managed funds - ULIP Product	**108.24**	-	91.96	-
Cash	**0.28**	-	0.05	-
Total	**109.00**	**-**	**94.66**	**-**

e) Amount recognised in Balance sheet

(₹ in crore)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Total Funded	Total Unfunded	Total Funded	Total Unfunded
Present value of the defined benefit obligation	**110.40**	-	92.00	-
Fair value of plan assets	**109.00**	-	94.66	-
Net asset / (liability) recognised in the Balance Sheet	**(1.40)**	**-**	**2.66**	**-**

f) Amount recognised in Statement of Profit and Loss

(₹ in crore)

Particulars	Year ended March 31, 2024		Year ended March 31, 2023	
	Total Funded	Total Unfunded	Total Funded	Total Unfunded
Current Service Cost	**11.96**	-	9.49	-
Interest Cost (net)	**(0.56)**	-	(0.93)	-
Expenses for the year	**11.40**	**-**	**8.56**	**-**

g) Amount recognised in OCI

(₹ in crore)

Particulars	Year ended March 31, 2024		Year ended March 31, 2023	
	Total Funded	Total Unfunded	Total Funded	Total Unfunded
a. Due to change in financial assumptions	**1.44**	-	0.82	-
b. Due to change in experience adjustments	**8.09**	-	6.34	-
c. (Return) on plan assets (excl. interest income)	**(6.41)**	-	3.10	-
Total remeasurements in OCI	**3.12**	**-**	**10.26**	**-**
Total defined benefit cost recognized in P&L and OCI (f+g)	**14.52**	**-**	**18.82**	**-**

h) Expected cash flows for the following year (₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Expected total benefit payments	**171.60**	144.29
Year 1	**12.34**	9.89
Year 2	**11.89**	10.65
Year 3	**17.08**	11.06
Year 4	**13.13**	15.92
Year 5	**15.41**	12.18
Next 5 years	**101.75**	84.59

i) Major Actuarial Assumptions

Particulars	As at March 31, 2024	As at March 31, 2023
Discount Rate (%)	**6.90%**	7.10%
Salary Escalation/ Inflation (%)	**Non CRE: 9.00%, CRE & J Grade: 6.50%**	Non CRE: 9.00%, CRE & J Grade: 6.50%
Expected Return on Plan assets (%)	**6.90%**	7.10%
Attrition		
Mortality Table	**Indian assured lives Mortality (2006-08) Ult.**	Indian assured lives Mortality (2006-08) Ult.
Withdrawal (rate of employee turnover)	**CRE and J Grade : 40%; Non CRE : Less than 5years : 25% More than 5 years : 10%**	CRE and J Grade : 40%; Non CRE : Less than 5years : 25% More than 5 years : 10%
Retirement Age	**60 years**	60 years
Weighted Average Duration of Defined Benefit Obligation	**6 years**	6 years
Estimate of amount of contribution in the immediate next year (₹ in crore)	**12.34**	9.89

The estimates for future salary increases, considered in actuarial valuation, take into account inflation, seniority, promotion and other relevant factors.
The expected return on plan assets is based on market expectation, at the beginning of the period, for returns over the entire life of the related obligation.
The following table shows a reconciliation from the opening balances to the closing balances for net defined benefit (asset) liability and its components

i) Sensitivity analysis
Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown below.

(₹ in crore)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Increase	Decrease	Increase	Decrease
Discount rate (1% movement)	**(6.88)**	**7.75**	(5.67)	6.37
Future salary growth (1% movement)	**7.54**	**(6.83)**	6.21	(5.63)
Others (Withdrawal rate 5% movement)	**(6.64)**	**9.85**	(4.91)	7.21

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

j) Provision for leave encashment (₹ in crore)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Non current	Current	Non current	Current
Liability for compensated absences	**19.44**	**6.09**	**15.97**	**4.55**

Experience adjustments	Defined benefit obligation	Plan assets	Surplus/ (deficit)	Experience adjustments on plan liabilities	Experience adjustments on plan assets
Funded					
2023-24	**110.40**	**109.00**	**(1.40)**	**(8.09)**	**6.41**
2022-23	92.00	94.66	2.66	(6.34)	(3.10)
Unfunded					
2023-24	-	-	-	-	-
2022-23	-	-	-	-	-

k) Provision for long service award scheme (₹ in crore)

Particulars	As at March 31, 2024		As at March 31, 2023	
	Non current	Current	Non current	Current
Liability for long term service awards	**1.21**	**0.23**	0.98	0.33

Note :
The actuarial valuation as at 31 March 2024 has been carried out on the basis of the membership data provided as at 29 February 2024.

Note 34: Fair Values Of Financial Instruments

A. Valuation models

The Company measures fair values using the following fair value hierarchy, which reflects the significance of the inputs used in making the measurements:

a) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company can access at measurement date.

b) Level 2 inputs are inputs, other than quoted prices included within level 1, that are observable for the asset or liability, either directly or indirectly; (i.e. derived from prices). This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques in which all significant inputs are directly or indirectly observable from market data.

c) Level 3 inputs are unobservable inputs for the valuation of assets or liabilities that the Company can access at measurement date. This category includes all instruments for which the valuation technique includes inputs that are not observable and the unobservable inputs have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments for which significant unobservable adjustments or assumptions

are required to reflect differences between the instruments. Valuation techniques include net present value and discounted cash flow models, income approach, comparison with similar instruments for which observable market prices exist, option pricing models and other valuation models. Assumptions and inputs used in valuation techniques include risk-free returns, benchmark interest rates and credit spreads used in estimating discount rates, bond and equity prices, foreign currency exchange rates, equity and equity index prices and expected price volatilities and correlations.

The objective of valuation techniques is to arrive at a fair value measurement that reflects the price that would be received to sell the asset or paid to transfer the liability in an orderly transaction between market participants at the measurement date.

The Company uses widely recognised valuation models to determine the fair value of financial instruments, such as forward rate agreement, that use only observable market data and require little management judgement and estimation. Observable prices or model inputs are usually available in the market for listed equity securities. The availability of observable market prices and model inputs reduces the need for management judgement and estimation and also reduces the uncertainty associated with determining fair values.

For more complex instruments, the Company uses proprietary valuation models, which are usually developed from recognised valuation models. Some or all of the significant inputs into these models may not be observable in the market, and may be derived from market prices or rates or estimated based on assumptions. Valuation models that employ significant unobservable inputs require a higher degree of management judgement and estimation in the determination of fair value. Management judgement and estimation are usually required for the selection of the appropriate valuation model to be used, determination of expected future cash flows on the financial instrument being valued, determination of the probability of counterparty default and prepayments, determination of expected volatilities and correlations and selection of appropriate discount rates.

Fair value estimates obtained from models are adjusted for any other factors, such as liquidity risk or model uncertainties, to the extent that the Company believes that a third party market participant would take them into account in pricing a transaction. Fair values reflect the credit risk of the instrument and include adjustments to take account of the credit risk of the Company and the counterparty where appropriate. Model inputs and values are calibrated against historical data, where possible, against current or recent observed transactions in different instruments. This calibration process is inherently subjective and it yields ranges of possible inputs and estimates of fair value, and management uses judgement to select the most appropriate point in the range.

Discounting of the cash flows of financial asset/ financial liability for computing the fair value of such instrument: the future contractual cash flows of instrument over the remaining contractual life of the instrument are discounted using comparable rate of lending/borrowing as applicable to financial asset/ financial liability in the month of reporting for a similar class of instruments. For shorter tenure financial assets such as channel finance, the remaining tenure is assumed to be six months.

Derivatives held for risk management :

The Company enters into derivatives to mitigate the currency exchange risk and interest rate risk on account of fluctuation in the foreign exchange rates and floating rates towards the principal and interest repayments of external commercial borrowing. Some of these instruments are valued using models with significant unobservable inputs, principally expected long-term volatilities and expected correlations between different underlyings.

In the valuation of derivative instruments, the Discounted Cash Flow (DCF) method plays a pivotal role. This method involves projecting the future cash flows that the derivative is expected to generate or obligate over its life. These cash flows are then discounted back to the present value using an appropriate discount rate, which reflects the risk profile of the cash flows and the time value of

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

money.

The discount rate is typically derived from market-based inputs to ensure an objective valuation. In the context of derivatives, the DCF method accounts for various factors such as underlying asset price movements, interest rate changes, and volatility, as well as contractual terms of the derivative. The strength of the DCF approach lies in its flexibility to model the unique features of derivatives, including embedded options.

B. Valuation framework

The Company has a established a policy for the measurement of fair values addressing the requirement to independently verify the results of all significant fair value measurements.

Specific controls include:

1) verification of observable pricing basis actual market transactions;
2) re-performance of model valuations;
3) a review and approval process for new models and changes to models
4) annual calibration and back-testing of models against observed market transactions;
5) analysis and investigation of significant annual valuation movements; and
6) review of significant unobservable inputs, valuation adjustments and significant changes to the fair value measurement of Level 3 instruments compared with the previous year.

When third party information, such as valuation agency report is used to measure fair value, the Company assesses the documents and evidence used to support the conclusion that the valuations meet the requirements of Ind AS. This includes:

1) understanding how the fair value has been arrived at, the extent to which it represents actual market transactions and whether it represents a quoted price in an active market for an identical instrument;
2) when prices for similar instruments are used to measure fair value, how these prices have been adjusted to reflect the characteristics of the instrument subject to measurement; and
3) if a number of quotes for the same financial instrument have been obtained, then how fair value has been determined using those quotes.

C. Financial assets and liabilities

The carrying value of financial instruments by categories as at March 31, 2024 is as follows:

(₹ in crore)

Particulars	Fair value through Profit or Loss	Fair Value through Other Compre-hensive Income	Derivative instruments in hedging relation-ship	Amortised cost	Total Carrying Value
Financial Assets:					
Cash and cash equivalents	-	-	-	4,886.95	4,886.95
Other balances with banks	-	-	-	98.33	98.33
Derivative financial instruments	-	-	192.44	-	192.44
Trade receivables	-	-	-	78.15	78.15
Loans including credit substitutes	40.63	761.53	-	1,05,634.76	1,06,436.92
Investments (Other than in Subsidiaries & Associates)	304.08	2,061.48	-	3,028.05	5,393.61
Other financial assets	-	-	-	500.98	500.98
Total	**344.71**	**2,823.01**	**192.44**	**1,14,227.22**	**1,17,587.38**
Financial Liabilities:					
Derivative financial liabilities	-	-	39.75	-	39.75
Trade and other payables	-	-	-	1,164.76	1,164.76
Borrowings *	-	-	-	1,00,914.31	1,00,914.31
Lease liabilities	-	-	-	210.47	210.47
Other financial liabilities	-	-	-	1,294.97	1,294.97
Total	**-**	**-**	**39.75**	**1,03,584.51**	**1,03,624.26**

* Borrowings includes Debt Securities, Subordinated liabilities and Borrowings (Other than debt securities).

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

The carrying value of financial instruments by categories as at March 31, 2023 is as follows:

(₹ in crore)

Particulars	Fair value through Profit or Loss	Fair Value through Other Compre-hensive Income	Derivative instruments in hedging relationship	Amortised cost	Total Carrying Value
Financial Assets:					
Cash and cash equivalents	-	-	-	2,265.99	2,265.99
Other balances with banks	-	-	-	237.77	237.77
Derivative financial assets	-	-	184.45	-	184.45
Trade receivables	-	-	-	53.27	53.27
Loans including credit substitutes	25.11	693.26	-	79,671.97	80,390.34
Investments (Other than in Subsidiaries & Associates)	2,645.72	2,462.19	-	3,465.98	8,573.89
Other financial assets	-	-	-	356.40	356.40
Total	**2,670.83**	**3,155.45**	**184.45**	**86,051.38**	**92,062.11**
Financial Liabilities:					
Derivative financial liabilities	-	-	60.96	-	60.96
Trade and other payables	-	-	-	1,047.43	1,047.43
Borrowings *	-	-	-	78,747.19	78,747.19
Lease liabilities	-	-	-	133.39	133.39
Other financial liabilities	-	-	-	1,580.55	1,580.55
Total	**-**	**-**	**60.96**	**81,508.56**	**81,569.52**

* Borrowings includes Debt Securities, Subordinated liabilities and Borrowings (Other than debt securities).

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

The following table summarises financial assets and liabilities measured at fair value on a recurring basis:
As at March 31, 2024

(₹ in crore)

	Level 1	Level 2	Level 3	Total
Financial Assets:				
Mutual fund units	-	102.32	-	102.32
Equity Shares	41.75	-	2,188.80	2,230.55
Alternate investment fund			32.69	32.69
Security Receipts	-	-	-	-
Loans including credit substitutes	-	-	802.16	802.16
Derivative Financial Assets	-	192.44	-	192.44
Total	**41.75**	**294.76**	**3,023.65**	**3,360.16**
Financial Liabilities:				
Derivative Financial Liabilities	-	39.75	-	39.75
Total	**-**	**39.75**	**-**	**39.75**

As at March 31, 2023

(₹ in crore)

	Level 1	Level 2	Level 3	Total
Financial Assets:				
Mutual fund units	-	2,424.60	-	2,424.60
Equity Shares	41.96	-	2,611.59	2,653.55
Alternate investment fund			29.76	29.76
Security Receipts	-	-	-	-
Loans including credit substitutes	-	-	718.37	718.37
Derivative Financial Assets	-	184.45	-	184.45
Total	**41.96**	**2,609.05**	**3,359.72**	**6,010.73**
Financial Liabilities:				
Derivative Financial Liabilities	-	60.96	-	60.96
Total	**-**	**60.96**	**-**	**60.96**

The following table summarises disclosure of fair value of financial assets and liabilities measured at amortised cost:

(₹ in crore)

Particulars	**As at March 31, 2024**		**As at March 31, 2023**	
	Carrying Value	**Fair value**	**Carrying Value**	**Fair value**
Financial Assets at amortised cost:				
Loans including credit substitutes	**1,05,634.76**	**1,06,212.87**	79,671.97	80,298.51
Investments	**3,028.05**	**2,987.22**	3,465.98	3,385.04
Total	**1,08,662.81**	**1,09,200.09**	**83,137.95**	**83,683.55**
Financial Liabilities at amortised cost:				
Borrowings (includes debt securities and subordinated liabilities)	**1,00,914.31**	**1,00,565.22**	78,747.19	79,816.63
Total	**1,00,914.31**	**1,00,565.22**	**78,747.19**	**79,816.63**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

The Company has not disclosed fair values for cash and cash equivalents, other balances with bank, trade and other receivables, other financial assets, trade and other payables, lease liabilities and other financial liabilities because their carrying amounts are a reasonable approximation of fair value.

Investment in subsidiaries and associates:

The Company has elected to measure Investment in subsidiaries and associates at cost and accordingly the requirement of disclosure of fair value of the instrument under Ind AS 107 does not apply.

Fair value of the Financial instruments measured at amortised cost

The fair value of loans given is based on observable market transactions, to the extent available. Wherever the observable market transactions are not available, fair value is estimated using valuation models, such as discounted cash flow techniques. Input into the valuation techniques includes interest rates, prepayment rates, primary origination or secondary market spreads. Input into the models may include information obtained from other market participants, which includes observed primary and secondary transactions.

To improve the accuracy of the valuation estimate for retail and smaller commercial loans, homogeneous loans are grouped into portfolios with similar characteristics such as product.

The fair value of borrowings is estimated using discounted cash flow techniques, applying the rates that are offered for borrowings of similar maturities and terms.

T bills and Government securities are valued based on market quotes.

D. The following table summarises valuation techniques used to determine fair value, fair value measurements using significant unobservable inputs (level 3) and valuation inputs and relationship to fair value

(₹ in crore)

Financial instruments	Fair value as at		Fair value hierarchy	Valuation technique(s) and key input(s)	Significant unobservable input(s)	Relationship of unobservable inputs to fair value
	As at March 31, 2024	As at March 31, 2023				
Equity Shares - unquoted	**2,188.80**	2,611.59	Level 3	(a) Valuation is based on Net asset value method which is based on the asset and liabilities values as per the latest financial statements of the investee company, estimated earnings upto the reporting date and latest transaction for similar instrument. (b) Comparison with similar instruments for which observable market prices exist.	(a) Forecast of annual revenue is based on the earnings for the latest reported financial year (b) Recent transaction	(a) The estimated fair value would increase (decrease) if the annual earnings growth were higher (lower) (b) The estimated fair value would increase (decrease) if the transaction is not recent
Alternate investment fund	**32.69**	29.76	Level 3	Net Asset Value	Net Asset Value	Higher the Net Asset Value higher the fair value of unquoted units
Loans	**802.16**	718.37	Level 3	Discounted contractual cash flows.	Discounting rate	Higher the discounting rate lower the fair value of loans
Total	**3,023.65**	**3,359.72**				

Certain equity investments are carried at Nil value on account of low trading. Fair value of the unquoted equity investment received upon settlement of loan has been considered at Nil value as the investee is under going liquidation.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

E. Sensitivity disclosure for level 3 fair value measurements:

(₹ in crore)

Particulars	Unobservable input	Sensitivity	Impact of change in rates on Total Comprehensive Income			
			As at March 31, 2024		As at March 31, 2023	
			Favourable	Unfavourable	Favourable	Unfavourable
Equity Shares	Forecasted earnings	1%	**21.89**	**(21.89)**	26.12	(26.12)
Alternate investment fund	Net Asset Value (NAV)	1%	**0.13**	**(0.13)**	0.10	(0.10)
Loans	Discounting rate	1%	**16.98**	**(23.29)**	7.53	(7.38)
Total			**39.00**	**(45.31)**	**33.75**	**(33.60)**

F. Level 3 fair value measurements

The following table shows a reconciliation from the beginning balances to the ending balances for fair value measurements in Level 3 of the fair value hierarchy.

(₹ in crore)

i

Particulars	FVTOCI	FVTPL	FVTOCI	FVTPL	Total
	Loans	Loans	Investments	Investments	
As at April 1, 2023	693.26	25.11	2,462.19	179.16	3,359.72
Total gains or losses:					
in profit or loss	-	0.52	-	(12.54)	(12.02)
in OCI	14.98	-	392.68	-	407.66
Purchases / transfer	408.92	15.00	-	-	423.92
Settlements / repayments	(355.63)	-	(800.00)	-	(1,155.63)
Transfers into Level 3	-	-	-	-	-
As at March 31, 2024	**761.53**	**40.63**	**2,054.87**	**166.62**	**3,023.65**

(₹ in crore)

ii

Particulars	FVTOCI	FVTPL	FVTOCI	FVTPL	Total
	Loans	**Loans**	**Investments**	**Investments**	
As at April 1, 2022	367.77	25.19	-	72.67	465.63
Total gains or losses:					-
in profit or loss	-	1.01	-	9.29	10.30
in OCI	(3.93)	-	2,326.51	-	2,322.58
Purchases / transfer	462.04	14.00	-	97.20	573.24
Settlements / repayments	(132.62)	(15.09)	-	-	(147.71)
Transfers into Level 3	-	-	135.68	-	135.68
As at March 31, 2023	**693.26**	**25.11**	**2,462.19**	**179.16**	**3,359.72**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Note 35: Risk Management Framework

A Introduction;

Tata Capital Limited aims to operate within an effective risk management framework to actively manage all the material risks faced by the organisation and make it resilient to shocks in a rapidly changing environment. Company is exposed to various types of risks namely credit risk, liquidity risk, market risks, operational risk, strategic risk (including emerging & external risks) and compliance & reputation risk. We have adopted a holistic and data driven enterprise level risk management approach which includes monitoring both internal and external indicators.

Changes in internal and external operating environment, digitalization, technological advancements and agile way of working have increased the significance of Fraud, Information & Cyber Security and Operational Risks. The Company continues to focus on increasing operational resilience and mitigation of these risks. We periodically adjust our strategy in cognizance with industry risk dynamics and emergence of new challenges and opportunities.Risk management framework has been laid down with long term sustainability and value creation covering the below objectives:

- Build profitable and sustainable business with conservative risk management approach.
- Have risk management as an integral part of the organization's business strategy.
- Undertake businesses that are well understood and within acceptable risk appetite.
- Manage the risks proactively across the organization.
- Adopt best risk management practices with resultant shareholder value creation and increased stakeholder confidence.
- Develop a strong risk culture across the organization.

The risk management practices of Company are compliant with ISO 31000: 2018 which is the international standard for risk management that lays down principles, guidelines and framework for risk management in an organisation.

B Company's Risk Management framework for measuring and managing risk:

Risk management framework:

Company's Risk Management is an integral part of all organizational activities. The structured approach contributes to consistent and comparable results along with customization of external and internal objectives. Important pillars of the risk management approach are developing a strong risk management culture within Company through alignment of risk by creating, preserving and realizing value.

A comprehensive Enterprise Risk Management ("ERM") Framework has been adopted by the Company which uses defined Key Risk Indicators based on quantitative and qualitative factors. A two-dimensional quantitative data management tool - Heat Map – has been implemented, which enables the Management to have a comprehensive view of various identified risk areas based on their probability and impact.

The 11 categories of risks identified and monitored by the Company are Credit Risk, Market Risk, Liquidity Risk, Process, People, Outsourcing, Compliance & Governance, Technology, Business Continuity, Cyber Security and Reputation risk.

Nature of Risk	Framework	Governing Committees
Credit Risk	Enterprise Risk Management Various Credit Policies, Portfolio review and trigger monitoring	Risk Management Committee of the Board Investment Credit Committee of the Board Credit Committees
Market Risk & Liquidity Risk	Enterprise Risk Management Asset Linked Market Policy	Risk Management Committee of the Board Asset Liability Management Committee
Process Risk	Operational Risk Policy	Operational Risk Management Committee
People Risk	Operational Risk Policy HR Policies	Risk Management Committee of the Board Operational Risk Management Committee
Outsourcing	Operational Risk Policy Outsourcing Policy	Risk Management Committee of the Board Operational Risk Management Committee
Technology	Operational Risk Policy Information Technology Policy	Risk Management Committee of the Board IT Strategy Committee of the Board
Business Continuity	Operational Risk Policy Business Continuity Management Policy	Operational Risk Management Committee
Cyber Security	Information & Cyber Security Policy	Risk Management Committee of the Board IT Strategy Management Committee of the Board
Reputational Risk Compliance & Governance	Enterprise Risk Management Framework Ethics Policy POSH Policy Tata Code of Conduct	Risk Management Committee of the Board

The Board is assisted by Risk Management Committee of the Board ('RMC') and is supported by various Board and Senior management committees as part of the Risk Governance framework to ensure that the Company has sound system of risk management and internal controls.

Board level committees

Risk Management Committee of the Board (RMC): The purpose of the Committee is to assist the Board in its oversight of various risks

(i) Credit Risk
(ii) Market & Liquidity Risk
(iii) Operational Risk (Process, People, Outsourcing, Technology, Business Continuity and Fraud)
(iv) Strategic Risks (including emerging and external risks)
(v) Compliance and Governance
(vi) Reputation Risk
(vii) Information Security and Cyber Security Risk.

Investment Credit Committee of the Board (ICC): Provides guidance on nature of investments that shall be undertaken, and approve credit limits for various counterparties, where exposures in aggregate exceed a certain level.

IT Strategy Committee: Reviews and approves IT strategy and policies. Monitors IT resources required to achieve strategic goals and to institute an effective governance mechanism and risk management process for all outsourced IT operations so that maximum value is delivered to business.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. The risk management policies and systems are reviewed regularly to reflect changes in the market conditions and the activities of the Company. The Company, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations. The Risk Management Committee reviews risk management policies of the Company pertaining to credit, market, liquidity and operational risks. It oversees the monitoring of compliances with the risk management policies and procedures and reviews the adequacy of the risk management framework in relation to the risks faced by the Company.

The Audit Committee is assisted in its oversight role by Internal Audit. Internal Audit undertakes both regular and ad-hoc reviews of risk management controls and procedures, the results of which are reported to the Audit Committee.

Senior Management Committees

a) Management Credit Committee (MCC): The members of committee are senior management of the Company as defined in the prevailing delegation of authority. It recommends proposal including review to ICC / Board for loan facilities falling beyond assigned Delegation of Power and Authority. The committee is governed as per the delegation of authority applicable to the Company.

b) Operational Risk Management Committee (ORMC): ORMC is the oversight committee for ensuring effective management of operational risks. The committee reviews and approves the following:
- Operational risk management policy and including amendments if any.
- Insurance management framework.
- Corrective actions on operational risk incidents, based on analysis of the Key Risk Indicators (KRIs), operational risk process reviews, etc.
- Operational risk profile based on the KRIs which are beyond the tolerance limit.

c) Fraud Risk Management Committee (FRMC): An independent Fraud Risk Management Committee (FRMC) comprising of top management representatives has been constituted that reviews the matters related to fraud risk and approves/recommends actions against frauds. It reviews the frauds reported and investigated with detailed root cause analysis and corrective action.

Asset Liability Management Committee of the Board (ALCO): ALCO reviews the Liquidity Risk and Interest Rate Risk on a regular basis and suggests necessary actions based on its view and expectations on the liquidity and interest rate profile.

Business Unit Level Committees

There are various committees that exist at the business level for credit sanctions, monitoring and reviews such as Credit Committee (CC), Credit Monitoring Committee (CMC), Credit & Collection review, Retail Risk Review (RRR) for retail business.

C Company's Risk Management Approach for handling various type of risks

a) Credit risk:

The Credit Risk management framework is based on the philosophy of First and Second line of Defence with underwriting being responsibility of Credit department and controls around policies and processes are driven by Risk department. Each process and business verticals have Credit underwriting, Risk analytics, Policy and Operational Risk unit. Delegation of Authority is defined based on value at risk and deviation matrix as approved by the Board.

The Company has reviewed Credit policies from time to time based on macroeconomic scenarios, pandemic and government scheme/grants, we have robust early warning signals process to ensure resilience in the policy framework for adopting changing business scenario and to mitigate various business risks.

Company's approach to rigorous portfolio review driven by analytics helps us to take corrective action proactively and to have a resilient underwriting policy and processes for Retail, SME and Corporate portfolio.

Company has a strong fraud risk and vigilance framework to weed out fraudulent customers from system at the time of origination with support of analytical tools. Identified fraud cases in the portfolio are reviewed basis detailed root cause analysis and reported to regulator. Process improvements based on root cause analysis are implemented to control such foreseen losses in future.

Introduction of new products are based on market potential, Operational risk, Credit risk and Compliance risks. All new product launches are signed off by Risk department to mitigate key risks arising while developing strategy around launching of new product. All innovative process changes/ digitization goes through rigour of risk review and highlighting risk associated with change of the process and mitigants around the same. All introduction of new products goes through a complete governance process and are approved by Board/respective committees.

b) Market risk:

Market risk is risk due to change in market prices – e.g. interest rates, equity prices, foreign exchange rates and credit spreads, but not relating to changes in the obligor's/issuer's credit standing and will affect the Company's income or the value of its holdings of financial instruments. The objective of the Company's market risk management is to manage and control market risk exposures within acceptable risk tolerances levels to ensure the solvency and minimum volatility while optimising the balance between profitability and managing associated risks.

Under Liquidity Risk Management (LRM) framework for the Company, ALCO sets up limits for each significant type of risk/aggregated risk with liquidity being a primary factor in determining the level of limits. The monitoring of risk limits defined as per ALM policy is done by ALCO on regular basis. The Company has Asset Liability Management (ALM) support Company prescribed by RBI which meets on regular basis to ensure internal controls and reviews the liquidity risk management of the Company.

Interest rate risk:

Interest rate risk is measured through Interest rate sensitivity report where gaps are being monitored classifying all rate sensitive assets and rate sensitive liabilities into various time period categories according to earliest of contracted/behavioural maturities or anticipated re-pricing date. The Company monitors interest rate risk through traditional gap and duration gap approaches on a monthly basis. The interest rate risk limits are approved by the ALCO.

Refer Note No 36.C.i for summary on sensitivity to a change in interest rates as on 31st March 2024.

Currency Risk

The Company is exposed to currency risk arising due to external commercial borrowings. The foreign currency loan in form of external commercial borrowing (ECB) raised by the Company are fully hedged basis.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

The hedging policy as approved by the Asset Liability Committee (ALCO) prescribes the hedging of the risk associated with change in the interest rates and fluctuation of foreign exchange rates. Counter party risk is reviewed periodically in terms of exposure to various counter parties.

The Company's hedging policy guides effective hedging relationships to be considered as hedges as per the relevant Ind AS. Hedge effectiveness is determined at the inception of the hedge relationship and through periodic prospective effectiveness assessments to ensure that an economic relationship exists between the hedged item and hedging instrument. The Company enters into hedge relationships where the critical terms of the hedging instrument match with the terms of the hedged item, and so a qualitative and quantitative assessment of effectiveness is performed. All hedges entered by the Company are cash flow hedges.

Refer Note No 36.C.ii for gist of foreign currency risk exposure as on 31st March 2024.

Equity price risk:

The Company's investments in equity carry a risk of adverse price movement. To mitigate pricing risk emerging from investments in equity, the Company intermittently observes the performance of sectors and measures MTM gains/losses as per applicable accounting policy of the Company.

Liquidity risk:

Liquidity Risk is the risk that a Company will encounter difficulties in meeting its short-term financial obligations due to an asset– liability mismatch or interest rate fluctuations. The liquidity risk is being managed as per ALM policy which has following key elements:

i) ALCO sets the strategy for managing liquidity risk commensurate with the business objectives;
ii) ALCO has set various gap limits for tracking liquidity risk.
iii) The ALM policy is being reviewed on annual basis, including the risk tolerance, process and control. ALCO monitors the liquidity and interest rate gaps on regular basis.
iv) Company manages the liquidity position on a day-to-day basis and reviews daily reports covering the liquidity position. The regulatory compliance to the liquidity risk related limits are being ensured.
v) The Company is fully complied to the Liquidity Coverage Ratio (LCR) framework as mandated by RBI.

Company's liquidity risk management strategy are as follows:

a. Maintaining a diversified funding through market and bank borrowings resources such as debentures, commercial papers, subordinated debt, perpetual debt, Inter-corporate deposits (ICD's), overdraft and bank term loans. Unused bank lines as well as High Quality Liquid Assets (HQLA) maintained under LCR framework constitute the main liquidity back up to meet the contingency funding plan. Additionally, based on Market scenario, the Company also maintains a portfolio of highly liquid mutual fund units.

b. The Company complies with the ALM guidelines and submits various returns and disclosures in accordance with the regulatory guidelines.

c. The Company carries out liquidity stress testing based on the cash flows and results are reported to ALCO on periodic basis. The Company has contingency funding plan in place which monitors the early warning signals arising out of company specific and market wide liquidity stress scenarios.

The Company has honoured all its debt obligations on time. Based on liquidity risk assessment, cash-flows mismatches are within the stipulated regulatory limits. The Company has been successful in maintaining the adequate liquidity by raising fresh/renewal of bank lines, regular access to capital market and financial institution under the various schemes promulgated by RBI to raise medium to long term funds. Owing to the above measures, the Company has not seen a rise in its liquidity risk.

Refer Note No 36.B for the summary of Maturity analysis for Company's financial liabilities and financial assets as on 31st March 2024.

c) Operational Risk:

Operational Risk has been defined as "The risk of loss resulting from inadequate or failed internal processes, people and systems or from external events "The risk of direct or indirect potential loss arising from a wide variety of causes associated with the Company's processes, personnel, systems, or from external factors other than strategic and reputation risk Management of operational risk forms an integral part of Company's enterprise wide risk management systems. The organisation thrives towards incremental improvements to its operational risk management framework to address the dynamic industry landscape. Clear strategies and oversight by the Board of Directors and senior management, a strong operational risk management culture, effective internal control and reporting and contingency planning are crucial elements of Company's operational risk management framework.

The operational risk team monitors and reports key risk indicators ("KRI") and KRI exceptions. Suitable risk mitigation actions are taken wherever required to curtail the potential risk at the acceptable levels.

ORMC meets periodically to review the operational risk profile of the organization and oversee the implementation of the risk management framework and policies.

FRMC meets periodically to review matters relating to fraud risk, including corrective and remedial actions as regards people and processes.

Company has a Business Continuity Planning "BCP" framework in place, to ensure uninterrupted business operations in case any disruptive event occurs.

Company has an IT Disaster Recovery Planning "IT-DRP" which provides the technology framework to continue day-to-day operations using secondary/back-up systems when primary system fails. It also protects the organisation against loss of computer-based data and information.

Cyber Security Risk:

Company has adopted "Framework for Improving Critical Infrastructure Cyber Security" published by the National Institute of Standards & Technology (NIST) and complies with regulatory guidelines. Various measures are adopted to effectively protect the Company against phishing, social media threats and rogue mobile.We have a Centralized monitoring solution - 24 x 7 x 365 Security Operations Centre (SOC) and improved capabilities to detect and respond to a cyber threats. There is a Robust Security incident management processes and Best-in-class EDR & Privilege access management solution has been implemented. Periodic vulnerability and risk assessments are performed to help reduce the likelihood and impact of cyber threats, malware, data leakage and security vulnerabilities.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

d) Regulatory and Compliance Risk

Tata Capital has a robust compliance risk management framework in place approved by the Board, which lays down the roles and responsibilities of employees towards ensuring compliance with the applicable laws and regulations as also the role of the Compliance Department in monitoring compliance. The management of compliance risk is an integral component of the governance framework along with other internal control and risk management frameworks.

D Internal Capital Adequacy Assessment Process (ICAAP):

Scale based regulation issued on 22 October 2021 required NBFC-UL and NBFC-ML to make a thorough internal assessment of the need for capital, commensurate with the risks in their business on similar lines as ICAAP prescribed for commercial banks under Pillar 2. Tata Capital has already put in place a Board approved ICAAP policy and asssed the capital requrements based on the ICAAP policy and stressed scenarios.

Changes in internal and external operating environment, digitalization, technological advancements and agile way of working have increased the significance of Fraud, Information & Cyber Security and Operational Risks. At Tata Capital there is continued focus on increasing operational resilience and mitigation of these risks.

Note 36: Risk Management Review

This note presents information about the Company's exposure to financial risks and its management of capital.

For information on the financial risk management framework, see Note 35

A. Credit risk

i. Credit quality analysis
ii. Collateral held and other credit enhancements
iii. Amounts arising from ECL

B. Liquidity risk

i. Maturity analysis for financial liabilities and financial assets
ii. Financial assets position pledged/ not pledged

C. Market risk

i. Exposure to interest rate risk – Non-trading portfolios
ii. Exposure to currency risks – Non-trading portfolios

D. Capital management

i. Regulatory capital
ii. Capital allocation

A. Credit risk

i. Credit quality analysis

1) Days past due based method implemented by Company for credit quality analysis of Loans

The table below shows the credit quality and the maximum exposure to credit risk based on the days past due and year-end stage classification of Loans. The amounts presented are gross of impairment allowances.

(₹ in crore)

Outstanding Gross Loans	As at March 31, 2024					As at March 31, 2023				
	Count	Stage 1	Stage 2	Stage 3	Total	Count	Stage 1	Stage 2	Stage 3	Total
Days past due										
Zero overdue	19,91,061	1,03,803.50	544.66	16.22	1,04,364.38	11,12,607	78,730.68	963.13	19.94	79,713.75
1-30 days	52,879	1,872.01	140.21	13.20	2,025.42	34,380	710.37	212.30	15.65	938.32
31-60 days	22,392	-	786.25	20.13	806.38	15,061	-	729.54	16.26	745.80
61-90 days	13,268	-	248.37	39.00	287.37	8,026	-	163.05	23.07	186.12
More than 90 days	89,018	-	-	1,781.88	1,781.88	51,613	-	-	1,399.60	1,399.60
Total	**21,68,618**	**1,05,675.51**	**1,719.49**	**1,870.43**	**1,09,265.43**	**12,21,687**	**79,441.05**	**2,068.02**	**1,474.52**	**82,983.59**

2) Impairment allowance on Loans

(₹ in crore)

2. Impairment allowance on Loans	As at March 31, 2024				As at March 31, 2023			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Days past due								
Zero overdue	792.73	83.49	12.62	888.84	666.97	185.67	16.43	869.07
1-30 days	94.45	23.04	9.61	127.10	47.80	46.78	13.53	108.11
31-60 days	-	107.98	15.01	122.99	-	148.71	10.66	159.37
61-90 days	-	64.99	22.41	87.40	-	82.28	17.15	99.43
More than 90 days	-	-	1,406.28	1,406.28	-	-	1,181.11	1,181.11
Total	**887.18**	**279.50**	**1,465.93**	**2,632.61**	**714.77**	**463.44**	**1,238.88**	**2,417.09**
ECL coverage ratio	**0.84%**	**16.25%**	**78.37%**	**2.41%**	**0.90%**	**22.41%**	**84.02%**	**2.91%**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

A. Credit risk

(₹ in crore)

3) Particulars	As at March 31, 2024	As at March 31, 2023
LOANS		
- Amortised Cost	**1,08,463.27**	82,265.22
- At Fair Value through Other Comprehensive Income	**761.53**	693.26
- At Fair Value through Other Profit and Loss	**40.63**	25.11
Total - Gross Loans	**1,09,265.43**	**82,983.59**
Less: Un-amortised loan sourcing cost and revenue received in advance	**(195.90)**	(176.16)
Total - Carrying Value of Loans	**1,09,069.53**	82,807.43
Less : Impairment Allowance	**(2,632.61)**	(2,417.09)
Total - Net Loans	**1,06,436.92**	**80,390.34**

4) Trade receivables

(₹ in crore)

Particulars	As at March 31, 2024			As at March 31, 2023		
Category of Trade receivables	Gross	Impairment allowance	Net	Gross	Impairment allowance	Net
At Amortised Cost						
Stage 1: Considered good	**42.23**	**(0.17)**	**42.06**	28.04	(0.02)	28.02
Stage 2: Significant increase in credit risk	**36.24**	**(0.15)**	**36.09**	17.89	-	17.89
Stage 3: Credit impaired	**34.28**	**(34.28)**	**-**	19.65	(12.29)	7.36
Net Carrying value of trade receivables	**112.75**	**(34.60)**	**78.15**	65.58	(12.31)	53.27

Trade receivables overdue for 31 to 90 days are classified in Stage 2: Significant increase in credit risk
Lifetime expected credit losses are considered for trade receivables as per simplified approach

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

5. Derivative Financial Instruments

The Company enters into derivatives contract for risk management purposes and has elected to apply hedge accounting requirements. The table below shows the fair values of derivative financial instruments recorded as assets or liabilities together with their notional amounts. The notional amounts indicate the value of transactions outstanding at the year end and are not indicative of either the market risk or credit risk.

(₹ in crore)

Derivatives held for Risk management purposes	As at March 31, 2024			As at March 31, 2023		
	Notional Amounts	Fair Value - Assets	Fair Value - Liabilities	Notional Amounts	Fair Value - Assets	Fair Value - Liabilities
Foreign Exchange Forward contracts	**1,669.46**	**0.08**	**27.62**	1,323.09	9.04	58.32
Cross currency interest rate swap	**8,209.64**	**165.44**	**12.13**	4,269.87	149.08	2.64
Interest rate swap	**-**	**26.92**	**-**	-	26.33	-
Total	**9,879.10**	**192.44**	**39.75**	**5,592.96**	**184.45**	**60.96**

Derivatives held for risk management purposes, not designated as hedging instruments:

The Company is exposed to foreign currency risk related to external commercial borrowings and the primary risk of change in the floating interest rate and payment in foreign currency towards principal and interest at future date is managed by entering into a interest rate swap and foreign exchange forward rate purchase agreement respectively.

The Corporation's risk management strategy and how it is applied to manage risk is explained in Note 35.

The cross currency interest rate swap and foreign exchange forward currency agreements are entered to fully hedge the risk on account of change in interest rate and foreign exchange fluctuations on account of the external commercial borrowings.

Interest rate swap has been taken in respect of the same contract for which forward contract has been entered, accordingly notional value of Interest rate swap is not shown separately

ii Collateral and other credit enhancements

The amount and type of collateral required depends on an assessment of the credit risk of the counterparty.

The main types of collateral obtained are as follows:

For corporate and small business lending, first charge over real estate properties, plant and machineries, inventory and trade receivables, equity and debt securities, floating charge over the corporate assets are obtained. For Construction equipment finance, the asset is hypothecated to the Company.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

For retail lending, loan against properties over residential/commercial properties is obtained. For vehicle and tractor loans, the respective movable asset is hypothecated to the Company.

The table represents categories of collaterals available against the loan exposures:

Particulars	Categories of collaterals available
Financial assets **Loans**	
Bills purchased and bills discounted	Charge on Trade receivables and inventories
Term loans	A) Charges over: i) real estate properties (including residential and commercial), ii) Property and equipment, iii) inventory and trade receivables, iv) marketable securities (equity and debt securities)
Credit substitutes	B) hypothecation of underlying asset financed such as construction and earth moving equipment, vehicles and tractors C) floating charge on corporate assets as mentioned in point A
Finance lease and hire purchase	Hypothecation of the underlying asset financed, primarily includes plant and equipment
Factoring	Charge on Trade receivables and inventories
Retained portion of assigned loans	mortgages over residential properties
Inter Corporate Deposits	Unsecured loan

Assets obtained by taking possession of collateral

The Companies collection policy is to pursue timely realisation of the collateral in an orderly manner. The Company upon a customer account becoming delinquent, undertakes the process to physically repossess properties or other assets with the help of external agents to recover funds, to settle outstanding debt. Any surplus funds if any received are returned to the customers/obligors. As a result of this practice, the residential properties, vehicles, construction equipments and tractors under legal repossession processes are not recorded on the balance sheet and not treated as non–current assets held for sale. Asset in the form of real estate property, plant and machinery, equity shares and debt securities received upon final settlement of the loan is recorded as non-current assets held for sale

Management monitors the market value of collateral as per the Credit monitoring process and will request additional collateral in accordance with the underlying agreement as applicable.

As on March 31, 2024, the Company has given loan against shares / equity oriented mutual funds / debt securities amounting to ₹ 10,167.70 crore. The customer has the obligation to maintain Loan to Value (LTV) of 50% as per RBI norms for shares and equity oriented mutual funds at any point in time, failing which the Company has right to make good the shortfall within 7 working days.

The Company has written-off loans of ₹ 505.25 crore in financial year ended March 31, 2024 (March 31, 2023 : ₹ 345.56 crore). The Company retains its contractual right against the obligor and may pursue all remedies to recover these dues.

The table represents categories of collaterals and corresponding valuation available against the Stage 3 assets :

(₹ in crore)

Particulars	Categories of collaterals available	As at March 31, 2024	As at March 31, 2023
Financial assets			
Loans			
Bills purchased and bills discounted	Charge on Trade receivables and inventories	**-**	-
Term loans	A) Charges over: i) real estate properties (including residential and commercial), ii) property and equipment, iii) inventory and trade receivables, iv) marketable securities (equity and debt securities)	**34.43**	51.83
Credit substitutes	B) hypothecation of underlying asset financed such as construction and earth moving equipment, vehicles and tractors C) floating charge on corporate assets as mentioned in point A	**-**	-
Total		**34.43**	**51.83**

Note: Fresh valuation is obtained for stage 3 assets upon becoming overdue for more than 15 months.

iii Amounts arising from ECL

Impairment allowance on financial asset is covered in note 2 (xi) Inputs, assumptions and estimation techniques used for estimating ECL

1) Inputs:

When determining whether the risk of default on a financial instrument has increased significantly since initial recognition, the Company considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis based on the Company's historical experience, expert credit assessment and including forward looking information.

The Company allocates each exposure to a credit risk grade based on days past due, which is a quantitative factor that indicates the risk of default. Additional qualitative factors are applied such as fraudulent customer, reschedulement of loans and discontinued portfolios are also considered as qualitative factor.
These factors are applied uniformly for each lending product. Upon review the committee may conclude that the account qualifies for classification as stage 2 since there is increase in credit risk. The determination of the credit risk is for each product, considering the unique risk and rewards associated with it. The Company has observed varied level of risk across various buckets within each stage and a significant increase in risk in stage 2, based on assessment of qualitative parameters such as decline in net-worth, downgrade in internal ratings and external ratings for Corporate and SME Finance Division.

The objective of the ECL assessment is to identify whether a significant increase in credit risk has occurred for an exposure by comparing the remaining lifetime probability of default (PD) as at the reporting date; with the remaining lifetime PD for this point in time that was estimated at the time of initial recognition of the exposure and adjusted for changes on account of prepayments.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

In assessing the impairment of loan assets under expected credit loss (ECL) Model, the loans have been segmented into three stages based on the risk profiles. The three stages reflect the general pattern of credit deterioration of a financial instrument.

Refer note 2(xi) in Significant accounting policies for definition of Stages of Asset

2) Assumptions:

The Company has applied following assumptions for determination of ECL.

a) "Loss given default" (LGD) is an estimate of loss from a transaction given that a default occurs.

b) "Probability of default" (PD) is defined as the probability of whether the borrowers will default on their obligations in the future. For assets which are in Stage 1, a 12-month PD is required. For Stage 2 assets a lifetime PD is required while Stage 3 assets are considered to have a 100% PD.

c) "Exposure at default"" (EAD) represents the expected exposure in the event of a default and is the gross carrying amount in case of the financial assets held by the Company including loan commitments.

d) Definition of default: A default on a financial asset is when the counterparty fails to make the contractual payments within 90 days of when they fall due. Accordingly, the financial assets shall be classified as Stage 3, if on the reporting date, it has been more than 90 days past due. Further if the customer has requested forbearance in repayment terms, such restructured, rescheduled or renegotiated accounts are also classified as Stage 3. Non-payment on another obligation of the same customer is also considered as a stage 3. Defaulted accounts include customers reported as fraud in the Fraud Risk Management Committee (FRMC). Once an account defaults as a result of the Days past due condition, it will be considered to be cured only when entire arrears of interest and principal are paid by the borrower.

e) Forward looking information

The Company incorporates forward looking information into both assessments of whether the credit risk of an instrument has increased significantly since its initial recognition and its measurement of ECL. Based on the consideration of a variety of external actual and forecast information, the Company forms a 'base case' view of the future direction of relevant economic variables such as real GDP, domestic credit growth, money market interest rate etc. as well as a representative range of other possible forecast scenarios. This process involves developing two or more additional economic scenarios and considering the relative probabilities of each outcome. The base case represents a most likely outcome in a normal distribution curve while the other scenarios represent more optimistic and more pessimistic outcomes. More weight is applied to pessimistic outcome consistently as a matter of prudence than optimistic outcome.

f) Assessment of significant increase in credit risk

The credit risk on a financial asset of the Company are assumed to have increased significantly since initial recognition when contractual payments are more than 30 days past due. Additionally, accounts identified and reviewed by the Executive committee for labelling as breaching pre-defined critical credit risk parameters will also be classified as stage 2. Accordingly, the financial assets shall be classified as Stage 2, based on the quantitative as well as qualitative factors.

3) Estimation techniques:

The Company has applied the following estimation technique for ECL model:

a) The Company has used historic default rates for calculating the 12-month PD and Lifetime PDs

b) Loss given default is calculated after considering outstanding at the time of default and adjusting for actual recoveries basis time value of money,

c) Credit risk monitoring techniques

Exposures are subject to ongoing monitoring, which may indicate that a significant increase in credit risk has occurred on an exposure. The monitoring typically involves use of the following data for Corporate and Retail exposures:

i) Overdue status

ii) Restructuring, reschedulement of loans and requests for granting of forbearance

iii) Fraudulent customer

iv) Exit directed by the Risk Management Committee

v) Accounts classified by SICR committee indicating significant increase in credit risk

vi) Information published in the Basel IRB (Basel internal rating based approach refers to set of credit measurement techniques proposed by the Basel Committee on Bank Supervision (BCBS) for determining capital adequacy of the bank) norms is also used.

d) Days past due are a primary input for the determination of the PD for exposures. The Company collects performance and default information about its credit risk exposures analysed by product. For some portfolios, information published in Basel IRB norms is also used.

e) The Company employs statistical models to analyse the data collected and generate estimates of the remaining lifetime PD of exposures and how these are expected to change as a result of the passage of time. Such statistical models are selected considering the availability of information related to the probability of default for each product.

This analysis includes the identification and calibration of relationships between changes in default rates and changes in key macro-economic factors. Key macro-economic indicators includes but are not limited to Private consumption, Real GDP, Consumer prices, Long-term bond yield, Unemployment rate, Gross fixed investment rate etc.

For the purpose of determination of impact of forward looking information, the Company applies various macro economic (ME) variables as stated above to each product and assess the trend of the historical probability of defaults as compared to the forecasted probability of default. Based on the directional trend of output, management applies an overlay if required. Overtime, new ME variable may emerge to have a better correlation and may replace ME being used now.

f) Based on advice from the external risk management experts, the Company considered variety of external actual and forecast information to formulate a 'base case' view of the future direction of relevant economic variables as well as a representative range of other possible forecast scenarios. Such forecasts are adjusted to estimate the PDs.

g) Predicted relationships between the key indicators and default and loss rates on various portfolios of financial assets have been developed based on analysing historical data over the past 5 years.

h) A maximum of a 12-month PD or actual contractual tenure is considered for financial assets for which credit risk has not significantly increased. The Company measures ECL for stage 2 and stage 3 assets considering the risk of default over the maximum contractual period over which it is exposed to credit risk.

i) The loans are segmented into homogenous product categories and further risk-based cohorts (for certain products) to determine the historical PD/LGD. This segmentation is subject to regular review.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

j) For portfolios in respect of which the Company has limited historical data, external benchmark information is used to supplement the internally available data.

k) Techniques for determining LGD

LGD is the magnitude of the likely loss if there is a default. The Company estimates LGD parameters based on the history of recovery rates against defaulted counterparties. The LGD models consider the cash flow received and assets received in lieu of settlement of loan. LGD estimates are calculated on a discounted cash flow basis using the contractual interest rate (approximation to expected EIR) as the discounting factor. The Company has adopted collection curve method for computation of loss given defaults to determine expected credit losses. In the Absence of observed history of default, LGD applied is based on Basel IRB norms for certain products.

l) Techniques for computation of EAD

EAD represents the expected exposure in the event of a default. The Company derives the EAD from the current exposure to the counterparty. The EAD of a financial asset is its gross carrying amount. For lending commitments, the EAD includes the amount drawn, as well as potential future amounts that may be drawn under the contract, which are estimated based on credit conversion factor for various loan commitments.

When estimating ECL for undrawn loan commitments, the company estimates the expected portion of the loan commitment that will be drawn down over its expected life. ECL is the present value of the difference between the contractual cash flows that are due to the Company if the holder of the commitment draws down the loan and the cash flows that the Company expects to receive if the loan is drawn down.

4) **Modified financial assets:**

The Company renegotiates loans to customers in financial difficulties (referred to as forbearance activities, restructuring or rescheduling) to maximise collection opportunities and minimise the risk of default. Under the Companies forbearance policy, loan forbearance is granted on a selective basis if the debtor is currently in default on its debt or if there is a high risk of default, there is evidence that the debtor made all reasonable efforts to pay under the original contractual terms and the debtor is expected to be able to meet the revised terms.

The revised terms usually include extending the maturity, changing the timing of interest payments and amending the terms of loan covenants. Both retail and corporate loans are subject to the forbearance policy. The Risk Management Committee regularly reviews reports on forbearance activities.

Upon renegotiation, such accounts are classified as stage 3. Such accounts are upgraded to stage 1 only upon observation of satisfactory repayments for at least one year from the commencement of the first payment of interest or principal (whichever is later).

Pursuant to RBI Covid restructuring policy, accounts for which Covid restructuring facility were given have been reclassified from Stage I to Stage II if DPD at invocation was between 0-30 and If the DPD was 30+ then the accounts were further downgraded within Stage II and corresponding staging wise ECL provision was done.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

An analysis of changes in the gross carrying amount and the corresponding ECL allowances in relation to lending is, as follows:

(₹ in crore)

a) Particulars	As at March 31, 2024				As at March 31, 2023			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Gross carrying amount opening balance	**79,441.05**	**2,068.02**	**1,474.52**	**82,983.59**	60,668.23	2,874.42	1,308.26	64,850.91
New assets originated or purchased (Including charges levied on existing exposure)	**61,522.41**	**225.19**	**144.87**	**61,892.47**	46,814.60	152.01	82.72	47,049.33
Assets derecognised or repaid (excluding write offs)	**(34,005.82)**	**(811.05)**	**(221.58)**	**(35,038.45)**	(27,415.47)	(744.22)	(303.92)	(28,463.61)
Transfers to Stage 1	**122.41**	**(92.54)**	**(29.87)**	**-**	169.90	(127.86)	(42.04)	-
Transfers to Stage 2	**(590.74)**	**614.97**	**(24.23)**	**-**	(393.71)	415.54	(21.83)	-
Transfers to Stage 3	**(691.64)**	**(231.65)**	**923.29**	**-**	(344.98)	(402.50)	747.48	-
Amounts written off	**(122.16)**	**(53.45)**	**(396.57)**	**(572.18)**	(57.52)	(99.37)	(296.15)	(453.04)
Gross carrying amount closing balance	**1,05,675.51**	**1,719.49**	**1,870.43**	**1,09,265.43**	**79,441.05**	**2,068.02**	**1,474.52**	**82,983.59**

The movement of Gross NPA, Provisions for NPA and Net NPA presented above excludes NPA identified and regularized in the same financial year.

(₹ in crore)

Particulars	As at March 31, 2024				As at March 31, 2023			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
ECL allowance - opening balance	**714.77**	**463.44**	**1,238.88**	**2,417.09**	440.11	774.35	1,005.47	2,219.93
New assets originated or purchased (Including re-measurement)	**589.26**	**128.96**	**718.01**	**1,436.23**	497.91	96.26	574.81	1,168.98
Assets derecognised or repaid (excluding write offs)	**(366.99)**	**(219.39)**	**(202.28)**	**(788.66)**	(191.22)	(190.01)	(232.74)	(613.97)
Transfers to Stage 1	**1.60**	**(1.34)**	**(0.26)**	**-**	3.89	(3.20)	(0.69)	-
Transfers to Stage 2	**(12.96)**	**17.37**	**(4.41)**	**-**	(16.41)	19.38	(2.97)	-
Transfers to Stage 3	**(28.75)**	**(76.13)**	**104.88**	**-**	(14.41)	(155.52)	169.93	-
Amounts written off	**(9.75)**	**(33.41)**	**(388.89)**	**(432.05)**	(5.10)	(77.82)	(274.93)	(357.85)
ECL allowance - closing balance	**887.18**	**279.50**	**1,465.93**	**2,632.61**	**714.77**	**463.44**	**1,238.88**	**2,417.09**

The movement of Gross NPA, Provisions for NPA and Net NPA presented above excludes NPA identified and regularized in the same financial year.

Exposure to modified financial assets

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Loan exposure to modified financial assets		
(i) Gross carrying amount	**1,018.80**	1,563.40
(ii) Impairment allowance	**370.15**	577.96
(iii) Net carrying amount	**648.65**	**985.44**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

B. Liquidity risk

For the definition of liquidity risk and information on how liquidity risk is managed by the Company, see Note 35.

i. Exposure to liquidity risk

The Company has set tolerance limits in the light of the Company's business objectives, strategic direction and overall risk appetite. The tolerance limits reflects balance between profitability and managing liquidity risk and considers Company's current financial condition and funding capacity. The Company maintains liquidity buffer of unencumbered highly liquid assets (if required) to insure against liquidity stress events.

ii. Maturity analysis for financial liabilities and financial assets

The following tables set out the remaining contractual maturities of the Companies financial liabilities and financial assets:

(₹ in crore)

As at March 31, 2024	Carrying amount	Gross nominal inflow/ (outflow)	Less than 1 month	1–3 months	3 months –1 year	1–5 years	More than 5 years	upto 1 Year	more than 1 Year
Financial liability by type									
Trade payables	1,164.76	1,164.76	356.72	357.48	278.77	171.79	-	992.97	171.79
Debt securities	39,065.71	39,065.71	935.69	5,903.98	6,013.58	19,331.36	6,881.10	12,853.25	26,212.46
Borrowings (Other than debt securities)	54,687.05	54,687.05	1,281.99	5,434.69	15,174.77	30,069.83	2,725.77	21,891.45	32,795.60
Subordinated liabilities	7,161.55	7,161.55	55.65	17.88	1,083.72	2,217.45	3,786.85	1,157.25	6,004.30
Lease liability	210.47	210.47	3.43	6.22	25.17	116.52	59.13	34.82	175.65
Other financial liabilities	1,294.97	1,294.97	271.15	332.26	276.82	414.74	-	880.23	414.74
Derivative liabilities	39.75	39.75	0.03	0.04	1.15	38.53	-	1.22	38.53
Total	**1,03,624.26**	**1,03,624.26**	**2,904.66**	**12,052.55**	**22,853.98**	**52,360.22**	**13,452.85**	**37,811.19**	**65,813.07**
Market Borrowings	46,268.22	46,268.22	1,002.04	5,921.86	7,127.56	21,548.81	10,667.95	14,051.46	32,216.76
Bank borrowings	54,646.09	54,646.09	1,271.29	5,434.70	15,144.50	30,069.83	2,725.77	21,850.49	32,795.60
Total Borrowings	**1,00,914.31**	**1,00,914.31**	**2,273.33**	**11,356.56**	**22,272.06**	**51,618.64**	**13,393.72**	**35,901.95**	**65,012.36**
Financial asset by type									
Cash and cash equivalents	4,886.95	4,886.95	4,565.83	-	321.12	-	-	4,886.95	-
Bank balances	98.33	98.33	31.17	0.32	66.39	0.45	-	97.88	0.45
Receivables	78.15	78.15	15.63	62.52	-	-	-	78.15	-
Loans*	1,06,436.92	1,06,436.92	8,047.78	9,452.92	22,481.52	40,419.13	26,035.57	39,982.22	66,454.70
Investments	9,492.97	9,492.97	3,103.61	-	-	26.76	6,362.60	3,103.61	6,389.36
Other Financial Assets	500.98	500.98	138.94	183.80	167.88	10.36	-	490.62	10.36
Derivative assets	192.44	192.44	-	0.05	3.14	189.25	-	3.19	189.25
Total	**1,21,686.74**	**1,21,686.74**	**15,902.96**	**9,699.61**	**23,040.05**	**40,645.95**	**32,398.17**	**48,642.62**	**73,044.12**

*Loans reporting as per ALM includes Stage I and II provisions and excludes Stage III (net of provisions)
Maturity pattern considered as per ALM reporting.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

As at March 31, 2023	Carrying amount	Gross nominal inflow/ (outflow)	Less than 1 month	1–3 months	3 months –1 year	1–5 years	More than 5 years	upto 1 Year	more than 1 Year
Financial liability by type									
Trade payables	1,047.43	1,047.43	342.80	315.12	244.19	145.32	-	902.11	145.32
Debt securities issued	35,088.16	35,088.16	1,796.45	4,442.73	9,391.77	14,705.71	4,751.50	15,630.95	19,457.21
Borrowings (Other than debt securities)	37,738.40	37,738.40	1,731.13	3,729.83	11,055.87	21,002.28	219.29	16,516.83	21,221.57
Subordinated liabilities	5,920.63	5,920.63	0.02	40.00	723.28	2,271.13	2,886.20	763.30	5,157.33
Lease liability	133.39	133.39	2.39	4.22	26.16	62.65	37.97	32.77	100.62
Other financial liabilities	1,580.55	1,580.55	583.01	268.86	284.15	444.53	-	1,136.02	444.53
Derivative liabilities	60.96	60.96	0.08	0.06	57.42	3.40	-	57.56	3.40
Total	**81,569.52**	**81,569.52**	**4,455.88**	**8,800.82**	**21,782.84**	**38,635.02**	**7,894.96**	**35,039.54**	**46,529.98**
Market Borrowings	41,060.78	41,060.78	1,806.98	4,498.42	10,140.84	16,976.84	7,637.70	16,446.24	24,614.54
Bank borrowings	37,686.41	37,686.41	1,720.62	3,714.14	11,030.08	21,002.28	219.29	16,464.84	21,221.57
Total Borrowings	**78,747.19**	**78,747.19**	**3,527.60**	**8,212.56**	**21,170.92**	**37,979.12**	**7,856.99**	**32,911.08**	**45,836.11**
Financial asset by type									
Cash and cash equivalents	2,265.99	2,265.99	2,041.42	-	224.57	-	-	2,265.99	-
Bank balances	237.77	237.77	0.02	-	237.75	-	-	237.77	-
Receivables	53.27	53.27	7.16	38.21	7.90	-	-	53.27	-
Loans*	80,390.34	80,390.34	8,723.29	10,464.46	14,992.31	27,468.96	18,741.32	34,180.06	46,210.28
Investments	12,009.68	12,009.68	5,872.03	-	-	18.53	6,119.12	5,872.03	6,137.65
Other Financial Assets	356.40	356.40	50.94	152.39	113.74	39.33	-	317.07	39.33
Derivative assets	184.45	184.45	30.92	0.13	0.37	153.03	-	31.42	153.03
Total	**95,497.90**	**95,497.90**	**16,725.78**	**10,655.19**	**15,576.64**	**27,679.85**	**24,860.44**	**42,957.61**	**52,540.29**

*Loans reporting as per ALM includes Stage I and II provisions and excludes Stage III (net of provisions)

Maturity pattern considered as per ALM reporting.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

iii. Financial assets position pledged/ not pledged

The total financial assets demonstrating position of pledged and not pledged assets are shown in the below table :

(₹ in crore)

ASSETS	As at March 31, 2024			As at March 31, 2023		
	Pledged	Not Pledged	Total	Pledged	Not Pledged	Total
Financial assets						
Cash and cash equivalents	**3,185.48**	**1,701.47**	**4,886.95**	2,265.99	-	2,265.99
Bank Balance other than (a) above	**-**	**98.33**	**98.33**	-	237.77	237.77
Derivatives financial instruments	**-**	**192.44**	**192.44**	-	184.45	184.45
Trade Receivables	**-**	**78.15**	**78.15**	-	53.27	53.27
Loans	**1,06,032.42**	**404.50**	**1,06,436.92**	80,154.70	235.64	80,390.34
Investments	**-**	**9,492.97**	**9,492.97**	-	12,009.68	12,009.68
Other financial assets	**-**	**500.98**	**500.98**	-	356.40	356.40
Non-Financial Assets						
Current tax asset	**-**	**161.22**	**161.22**	-	157.57	157.57
Deferred tax Assets (Net)	**-**	**418.25**	**418.25**	-	259.97	259.97
Investment property	**-**	**-**	**-**	-	15.63	15.63
Property, Plant and Equipment	**1.95**	**761.21**	**763.16**	0.18	440.46	440.64
Capital work-in-progress	**-**	**4.08**	**4.08**	-	1.15	1.15
Intangible assets under development	**-**	**3.07**	**3.07**	-	8.55	8.55
Right of use assets	**-**	**205.30**	**205.30**	-	127.82	127.82
Other Intangible assets	**-**	**29.70**	**29.70**	-	21.10	21.10
Other non-financial assets	**-**	**441.59**	**441.59**	-	271.27	271.27
Total Assets	**1,09,219.85**	**14,493.26**	**1,23,713.11**	**82,420.87**	**14,380.73**	**96,801.60**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

C. Market risk

i. Exposure to interest rate risk – Non-trading portfolios

Company carries out interest rate sensitivity analysis to assess the impact of interest rate movement on earnings, the floating rate assets and liabilities based on exposure as on end of reporting period are considered as outstanding for whole year. The fixed rate assets and liabilities which are falling due on residual basis within one year have been considered as floating rate assets and liabilities basis the minimum of 'interest rate reset date or maturity of the contract'. The basis risk between various benchmark linked to assets and liabilities are considered to be insignificant.

Below table illustrates impact on earnings on account of 100 bps change on in interest rate on the loans and borrowings due for repayment / rate reset in next one year.

As on March 31, 2024

Particulars	Less than 1 Year	@ 100bps change increase	@ 100bps change decrease
Rate sensitive assets	87,824.48	639.13	(639.13)
Rate sensitive liabilities	73,425.43	563.60	(563.60)
Net Gap (Asset - liability)	**14,399.05**	**75.53**	**(75.53)**

As on March 31, 2023

Particulars	Less than 1 Year	@ 100bps change increase	@ 100bps change decrease
Rate sensitive assets	73,199.47	525.81	(525.81)
Rate sensitive liabilities	60,893.86	412.57	(412.57)
Net Gap (Asset - liability)	**12,305.61**	**113.24**	**(113.24)**

The following table sets forth, for the periods indicated, the break-up of borrowings into variable rate and fixed rate.

Particulars	As at March 31, 2024	As at March 31, 2023
Variable rate borrowings	**52%**	51%
Fixed rate borrowings	**48%**	49%
Total borrowings	**100%**	**100%**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

ii Exposure to currency risks – Non-trading portfolios

The Company has entered into derivative contract to fully hedge the risk.(Refer- Note 5)
The Company's exposure to foreign currency risk at on March 31, 2024 expressed in ₹, are as follows

(₹ in crore)

Particulars	March 31, 2024				March 31, 2023			
	USD	EURO	JPY	SGD	USD	EURO	JPY	SGD
Letter of Credit/Buyers Credit	-	0.37	-	-	4.28	1.96	-	-

Particulars	Impact on profit after tax				Impact on profit after tax			
	March 31, 2024				March 31, 2023			
	USD	* EURO	JPY	SGD	USD	EURO	JPY	SGD
Sensitivity - Increase by 1%	-	-	-	-	(0.04)	(0.02)	-	-
Sensitivity - Decrease by 1%	-	-	-	-	0.04	0.02	-	-

* less than ₹ 1 lakh

D. Disclosure pursuant to Ind AS 7 "Statement of Cash Flows"

Changes in Liabilities arising from financing activities

(₹ in crore)

Particulars	April 1, 2023	Cash Flows	Others*	March 31, 2024
Debt Securities	35,088.16	3,697.22	280.33	39,065.71
Borrowings (Other than debt securities)	37,738.40	16,759.09	189.56	54,687.05
Subordinated liabilities	5,920.63	1,123.15	117.77	7,161.55
Total	**78,747.19**	**21,579.46**	**587.66**	**1,00,914.31**

*includes the effect of amortisation of borrowing cost, interest accrued on borrowings, amortisation of premium/discount on CPs/NCDs.

(₹ in crore)

Particulars	April 1, 2022	Cash Flows	Others*	March 31, 2023
Debt Securities	28,312.73	6,631.77	143.66	35,088.16
Borrowings (Other than debt securities)	24,855.84	12,342.54	540.02	37,738.40
Subordinated liabilities	5,833.56	(40.19)	127.26	5,920.63
Total	**59,002.13**	**18,934.12**	**810.94**	**78,747.19**

*includes the effect of amortisation of borrowing cost, interest accrued on borrowings, amortisation of premium / discount on CPs / NCDs and conversion of CCCPS to equity shares.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

E. Capital management

Regulatory capital

The Reserve Bank of India (RBI) sets and monitors capital adequacy requirements for the Company from time to time.

The Companies regulatory capital consists of the sum of the following elements.

Tier 1 Capital includes:
(i) Ordinary share capital,
(ii) Securities premium,
(iii) Capital Reserve
(iv) Capital redemption reserve
(v) Special reserve
(vi) Retained earnings,
(vii) General reserve
(viii) Other comprehensive income
(ix) Perpetual debt

Tier 1 Capital does not include unrealised fair value gain/loss booked for financial instruments measured at fair value through profit and loss and fair value through other comprehensive income

Following items are deducted from Tier I
(i) Intangibles
(ii) Deferred revenue expenditure for raising borrowings
(iii) Deferred tax assets
(iv) Prepaid expenses and unamortised sourcing cost
(v) Right of use assets
(vi) Treasury shares

Tier II capital includes
(i) Subordinated debt
(ii) Impairment allowance provisioning for stage 1 financial assets to the extent the same does not exceed 1.25% of Risk weighted assets,
(iii) Perpetual debt to the extent not eligible for Tier I.
(iv) Cumulative Redeemable Preference shares

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

The Company's capital management strategy is to effectively determine, raise and deploy capital so as to create value for its shareholders. The same is done through a mix of either equity and/or convertible and/or combination of short term/long term debt as may be appropriate.

The Company is subject to the capital adequacy requirements of the Reserve Bank of India (RBI). Under RBI's capital adequacy guidelines, the Company is required to maintain a capital adequacy ratio consisting of Tier I and Tier II Capital. The total of Tier II Capital at any point of time, shall not exceed 100 percent of Tier I Capital.

The minimum capital ratio as prescribed by RBI guidelines and applicable to the Company, consisting of Tier I and Tier II capital, shall not be less than 15 percent of its aggregate risk weighted assets on-balance sheet and of risk adjusted value of off-balance sheet.

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023*
Ordinary share capital	3,746.41	-
Securities premium	5,094.47	-
Capital Reserve	0.93	-
Capital Redemption Reserve	5.75	-
Special reserve	2,329.55	-
Retained earnings	6,367.18	-
General reserve	332.68	-
Remeasurement of defined employee benefit plans	(14.61)	-
Perpetual debt	1,093.00	-
Less		-
- Software (including intangible assets under development)	(32.77)	-
- Deferred Revenue Expenditure	(92.30)	-
- Deferred Tax Asset	(418.25)	-
- Prepaid expenses and unamortised sourcing cost	(377.66)	-
- Right of use assets	(205.30)	-
- Group Exposure	(3,488.16)	-
- Treasury shares	(74.06)	-
- Unrealised gain on financial instruments	(1.35)	-
Tier I Capital	**14,265.51**	**-**
Subordinate Debt	4,112.97	-
Impairment loss allowance - stage I	929.78	-
Compulsory Convertible Preference Shares	795.39	-
Tier II Capital	**5,838.14**	**-**
Tier I + Tier II Capital	**20,103.65**	**-**

* Refer note 49

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Note 37: Operating Segments

1) Basis For Segmentation

See accounting policy in Note 2(xvi)

In accordance with Ind AS 108 on Segment Reporting, the Company has identified three business segments i.e. Financing Activity, Investment Activity and Others, and one Geographical Segment viz. India, as secondary segment. These divisions offer different products and services, and are managed separately based on the Company's management.

Reportable segments	Operations
Financing activity	Loans for retail and corporate borrowers. Products offered include asset financing, term loans (corporate and retail), channel financing, credit substitutes, investments linked to/arising out of lending business, bill and invoice discounting
Investment activity	Corporate investments including private equity instruments
Others	advisory services, wealth management, distribution of financial products and leasing

The Board of Directors along with Managing Director (Chief Operating Decision Maker - CODM) reviews the performance of each division.

a. Operating segment disclosures are consistent with the information reviewed by the CODM. The basis of measurement of segment information is consistent with the basis of preparation of financial statements. The reconciling items are limited to items that are not allocated to reportable segments, as opposed to a difference in the basis of preparation of the information.

b. When two or more operating segments are aggregated into a single operating segment, the judgements made in applying the aggregation criteria are disclosed by the company. This includes a brief description of the operating segments that have been aggregated in this way and the economic indicators that have been assessed in determining that the aggregated operating segments share similar economic characteristics.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

2) Information about reportable segments

Information related to each reportable segment is set out below. Segment profit before tax, as included in internal management reports reviewed by the CODM is used to measure performance because management believes that this information is the most relevant in evaluating the results of the respective segments relative to other entities that operate within the same type of business. Inter-segment pricing is determined on an arm's length basis.

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Segment Revenue		
a) Financing Activity	**11,967.90**	8,558.31
b) Investment Activity	**911.20**	1,244.36
c) Others	**427.23**	369.24
Total	**13,306.33**	**10,171.91**
Add : Interest on Income Tax Refund	**2.78**	2.06
Total Income	**13,309.11**	**10,173.97**
Segment Results		
a) Financing Activity	**2,308.86**	1,923.12
b) Investment Activity	**719.47**	997.78
c) Others	**177.52**	126.34
Total	**3,205.85**	**3,047.24**
Add : Interest on Income Tax Refund	**2.78**	2.06
Profit before taxation	**3,208.63**	**3,049.30**
Less : Provision for taxation	**(716.18)**	(728.21)
Profit after taxation	**2,492.45**	**2,321.09**

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Segment Assets		
a) Financing Activity	**1,15,481.72**	87,133.44
b) Investment Activity	**6,516.98**	8,547.52
c) Others	**889.78**	493.49
d) Unallocated	**824.63**	627.15
Total	**1,23,713.11**	**96,801.60**
Segment Liabilities		
a) Financing Activity	**1,02,346.56**	78,646.36
b) Investment Activity	**714.33**	2,724.31
c) Others	**688.28**	329.35
d) Unallocated	**511.52**	360.10
Total	**1,04,260.69**	**82,060.12**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Capital Expenditure (Including Capital Work-In-Progress)		
a) Financing Activity	**209.76**	52.28
b) Investment Activity	**0.99**	0.30
c) Others	**460.97**	102.31
Total	**671.72**	**154.89**
Depreciation and Amortisation		
a) Financing Activity	**108.32**	65.72
b) Investment Activity	**0.40**	0.27
c) Others	**134.95**	131.94
Total	**243.67**	**197.93**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Note 38: Maturity Analysis Of Assets And Liabilities

The table below set out carrying amount of assets and liabilities according to when they are expected to be recovered or settled. With regard to loans and advances to customers, the Company uses the same basis of expected repayment behaviour as used for estimating the EIR. Issued debt reflect the contractual coupon amortisations.

(₹ in crore)

Particulars	As at March 31, 2024			As at March 31, 2023		
	Within 12 months	After 12 months	Total	Within 12 months	After 12 months	Total
ASSETS						
Financial assets	**48,642.62**	**73,044.12**	**121,686.74**	**42,957.61**	**52,540.29**	**95,497.90**
Cash and cash equivalents	**4,886.95**	**-**	**4,886.95**	2,265.99	-	2,265.99
Bank Balance other than (a) above	**97.88**	**0.45**	**98.33**	237.77	-	237.77
Trade Receivables	**78.15**	**-**	**78.15**	53.27	-	53.27
Loans	**39,982.22**	**66,454.70**	**106,436.92**	34,180.06	46,210.28	80,390.34
Investments	**3,103.61**	**6,389.36**	**9,492.97**	5,872.03	6,137.65	12,009.68
Other financial assets	**490.62**	**10.36**	**500.98**	317.07	39.33	356.40
Derivative assets	**3.19**	**189.25**	**192.44**	31.42	153.03	184.45
Non-financial Assets	**441.59**	**1,584.78**	**2,026.37**	**-**	**1,303.70**	**1,303.70**
Current tax asset	**-**	**161.22**	**161.22**	-	157.57	157.57
Deferred tax Assets (Net)	**-**	**418.25**	**418.25**	-	259.97	259.97
Investment Property	**-**	**-**	**-**	-	15.63	15.63
Property, Plant and Equipment	**-**	**763.16**	**763.16**	-	440.64	440.64
Capital work-in-progress	**-**	**4.08**	**4.08**	-	1.15	1.15
Intangible assets under development	**-**	**3.07**	**3.07**	-	8.55	8.55
Other Intangible assets	**-**	**29.70**	**29.70**	-	21.10	21.10
Right of use assets	**-**	**205.30**	**205.30**	-	127.82	127.82
Other non-financial assets	**441.59**	**-**	**441.59**	271.27	-	271.27
Total Assets	**49,084.21**	**74,628.90**	**123,713.11**	**43,228.88**	**53,572.72**	**96,801.60**
LIABILITIES						
Financial Liabilities	**37,811.19**	**65,813.07**	**103,624.26**	**35,039.54**	**46,529.98**	**81,569.52**
Trade Payables	**992.97**	**171.79**	**1,164.76**	902.11	145.32	1,047.43
Debt Securities	**12,853.25**	**26,212.46**	**39,065.71**	15,630.95	19,457.21	35,088.16
Borrowings (Other than debt securities)	**21,891.45**	**32,795.60**	**54,687.05**	16,516.83	21,221.57	37,738.40
Subordinated liabilities	**1,157.25**	**6,004.30**	**7,161.55**	763.30	5,157.33	5,920.63
Lease liability	**34.82**	**175.65**	**210.47**	32.77	100.62	133.39
Other financial liabilities	**880.23**	**414.74**	**1,294.97**	1,136.02	444.53	1,580.55
Derivative financial instruments	**1.22**	**38.53**	**39.75**	57.56	3.40	60.96
Non-Financial Liabilities	**270.78**	**365.65**	**636.43**	**322.76**	**167.84**	**490.60**
Current tax liability	**-**	**365.65**	**365.65**	263.99	-	263.99
Provisions	**69.36**	**-**	**69.36**	58.77	-	58.77
Other non-financial liabilities	**201.42**	**-**	**201.42**	167.84	-	167.84
Total Liabilities	**38,081.97**	**66,178.72**	**104,260.69**	**35,530.14**	**46,529.98**	**82,060.12**
Net	**11,002.24**	**8,450.18**	**19,452.42**	**7,698.74**	**7,042.74**	**14,741.48**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Note 39: Leases

As a lessee the Company classified property leases as operating leases under Ind AS 116. These include office premises taken on lease. The leases generally are with a periodicity of one to nine years. Leases include conditions such as non-cancellable period, notice period before terminating the lease or escalation of rent upon completion of part tenure of the lease in line with inflation in prices.

Right-of-use assets and Lease liabilities are presented separately on the face of the balance sheet.

Information about leases for which the Company is a lessee is presented below.

(I). Right-of-use assets (₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Opening balance	**127.82**	84.25
Additions during the year	**129.15**	88.63
Deletion during the year	**(3.78)**	(15.60)
Depreciation charge for the year	**(47.89)**	(29.46)
Closing balance	**205.30**	**127.82**

(II). Movement of Lease liabilities (₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Opening balance	**133.39**	81.14
Additions during the year	**125.95**	87.36
Deletion during the year	**(4.55)**	(4.78)
Finance cost	**12.97**	7.28
Payment of lease liabilities	**(57.29)**	(37.61)
Closing balance	**210.47**	**133.39**

(III). Future minimum lease payments under non-cancellable operating leases were payable as follows: (₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Less than one month	**4.76**	4.21
Between one and three months	**8.83**	7.82
Between three months and one year	**35.95**	29.04
Between one and five years	**151.49**	84.05
More than five years	**65.96**	42.61
Total	**266.99**	**167.73**

(IV). Amounts recognized in the Statement of Profit and Loss (₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Interest on lease liabilities	**(12.97)**	(7.28)
Depreciation of ROU asset	**(47.89)**	(29.46)
Gain/(loss) on termination of leases	**0.78**	0.25
Rent concession related to COVID-19	**-**	0.15

(V). Amounts recognised In statement of cash flows (₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Total cash outflow for leases	**57.29**	37.61

Company has considered entire lease term for the purpose of determination of Right of Use assets and Lease liabilities.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Note 40: Revenue From Contracts With Customers

(a) Below table provides disaggregation of the Company's revenue from contracts with customers

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
i. Type of service		
- Fee and commission income	**712.45**	434.05
Total	**712.45**	**434.05**
ii. Primary geographical market:		
- Outside India	**32.70**	36.18
- India	**679.75**	397.87
Total revenue from contracts with customers	**712.45**	**434.05**
iii. Timing of revenue recognition		
- at a point in time upon rendering services	**697.39**	423.28
- over period of time upon rendering services	**15.06**	10.77
Total	**712.45**	**434.05**
iv. Trade receivables towards contracts with customers		
- Opening Balance (Gross)	**45.07**	7.08
- Closing Balance (Gross)	**96.54**	45.07
v. Impairment on trade receivables towards contracts with customers	**26.07**	**2.91**

The unbilled revenue of ₹ 51.32 crore as at March 31, 2024 (March 31, 2023 : ₹ 15.32 crore) has been considered as Contract assets, which are billable on completion of milestones specified in the contracts.

As on March 31, 2024 and March 31, 2023, the Company doesn't have any unsatisfied/partially satisfied performance obligation.

(b) Reconciliation between revenue as per IndAS 108 Segment Reporting and revenue as per IndAS 115 Revenue from contract with customers

(₹ in crore)

Particulars	For the year ended March 31, 2024	For the year ended March 31, 2023
Revenue reported as per IndAS 108 Segment Reporting	**13,309.11**	10,173.97
Less:		
(a) Revenue reported as per IndAS 109 - Financial Instruments	**(12,368.24)**	(9,458.90)
(b) Revenue reported as per IndAS 116 - Leases	**(209.96)**	(278.96)
(c) Revenue reported as per IndAS 16 - Property, Plant and Equipment	**(15.68)**	-
(d) Revenue reported as per IndAS 12 - Income Taxes	**(2.78)**	(2.06)
Revenue reported as per IndAS 115 Revenue from contract with customers	**712.45**	**434.05**

Note 41: Share Based Payment

The Company is required to present disclosures as required by Para 44, 45, 46, 47, 50, 51 and 52 of Ind AS 102. It is required to present scheme wise terms and conditions of the ESOP schemes, present for the employees of the Company.

A. Description of share based payments:

Particulars	ESOP 2018	ESOP 2019	ESOP 2020	ESOP 2021	ESOP 2021 RSU	ESOP 2022	ESOP 2023	ESOP 2023 Special Scheme
i. Vesting requirements	20% at the end of each 12 and 24 months and 30% at the end of each 36 and 48 months from the date of grant	20% at the end of each 12 and 24 months and 30% at the end of each 36 and 48 months from the date of grant	20% at the end of each 12 and 20 months and 30% at the end of each 32 and 44 months from the date of grant	20% at the end of each 12 and 24 months and 30% at the end of each 36 and 48 months from the date of grant	100% at the end of 36 months from the date of grant	20% at the end of each 12 and 24 months and 30% at the end of each 36 and 48 months from the date of grant	20% at the end of each 12 and 24 months and 30% at the end of each 36 and 48 months from the date of grant	100% at the end of 36 months from the date of grant
ii. Maximum term of option	7 years	7 years	7 years	7 years	3 years	7 years	7 years	7 years
iii. Method of settlement	Equity settled	Equity settled	Equity settled	Equity settled	Equity settled	Equity settled	Equity settled	Equity settled
iv. Modifications to share based payment plans	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
iv. Any other details as disclosed in the audited Ind AS financial statements	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.

B. Summary of share based payments

March 31, 2024

Particulars	ESOP 2018	ESOP 2019	ESOP 2020	ESOP 2021	ESOP 2021 RSU	ESOP 2022	ESOP 2023	ESOP 2023 (Special Scheme)	Total
Outstanding balance at the beginning of the period	**45,95,000**	**46,80,000**	**55,76,000**	**44,55,000**	**19,23,699**	**42,51,830**	**-**	**-**	**2,54,81,529**
Options granted	-	-	-	-	-	-	49,97,850	8,22,500	**58,20,350**
Options forfeited	25,000	15,000	33,000	30,000	16,166	39,640	1,14,380	-	**2,73,186**
Options exercised	27,72,250	25,95,000	19,91,500	8,67,250	-	419,136	-	-	**86,45,136**
Options expired	-	-	-	-	-	-	-	-	**-**
Options lapsed	-	-	-	-	-	-	-	-	**-**
Options outstanding at the end of the period	**17,97,750**	**20,70,000**	**35,51,500**	**35,57,750**	**19,07,534**	**37,93,054**	**48,83,470**	**8,22,500**	**2,23,83,558**
Options exercisable at the end of the period	17,97,750	20,70,000	2,4,86,050	14,23,100	-	7,58,611	-	-	**85,35,511**
For share options exercised:									
Weighted average exercise price at date of exercise (in ₹)									**50.14**
Money realized by exercise of options (in ₹)									**43,34,28,410**
For share options outstanding									
Range of exercise prices (in ₹)	50.60	51.00	40.30	51.80	51.80	85.00	151.15	151.15	
Average remaining contractual life of options (years)	1.50	2.33	3.33	4.34	0.50	5.17	6.17	6.17	**4.06**
Modification of plans	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	
Incremental fair value on modification	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

March 31, 2023

Particulars	ESOP 2018	ESOP 2019	ESOP 2020	ESOP 2021	ESOP 2021 RSU	ESOP 2022	Total
Outstanding balance at the beginning of the period	**47,45,000**	**48,25,000**	**57,32,500**	**45,93,750**	**19,80,279**	**-**	**2,18,76,529**
Options granted	-	-	-	-	-	42,63,830	**42,63,830**
Options forfeited	-	22,500	49,500	1,31,250	56,579	12,000	**2,71,829**
Options exercised	1,50,000	1,22,500	1,07,000	7,500	-	-	**3,87,000**
Options expired	-	-	-	-	-	-	**-**
Options lapsed	-	-	-	-	-	-	**-**
Options outstanding at the end of the period	**45,95,000**	**46,80,000**	**55,76,000**	**44,55,000**	**19,23,699**	**42,51,830**	**2,54,81,529**
Options exercisable at the end of the period	45,95,000	32,76,000	22,30,400	8,91,000	-	-	**1,09,92,400**
For share options exercised:							
Weighted average exercise price at date of exercise (in ₹)							**47.90**
Money realized by exercise of options (in ₹)							**1,85,38,100**
For share options outstanding							
Range of exercise prices (in ₹)	50.60	51.00	40.30	51.80	51.80	85.00	
Average remaining contractual life of options (years)	2.50	3.34	4.34	5.34	1.50	6.17	**4.09**
Modification of plans	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	
Incremental fair value on modification	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

C. Valuation of stock options

Particulars	ESOP 2018	ESOP 2019	ESOP 2020	ESOP 2021	ESOP 2022	ESOP 2023	ESOP 2023 Special Scheme
Share price: (in ₹)	50.60	51.00	40.30	51.80	85.00	151.15	151.15
Exercise Price: (in ₹)	50.60	51.00	40.30	51.80	85.00	151.15	151.15
Fair value of option: (in ₹)	23.34	23.02	17.07	22.33	40.40	71.20	72.68
Valuation model used:	Black Scholes valuation	Black Scholes valuation	Black Scholes valuation	Black Scholes valuation	Black Scholes valuation	Black Scholes valuation	Black Scholes valuation
Expected Volatility:	0.38	0.41	0.42	0.41	0.43	0.43	0.43
Basis of determination of expected volatility:	Average historical volatility over 4.85 years of comparable companies	Average historical volatility over 4.85 years of comparable companies	Historical volatility of equity shares of comparable companies over the period ended December 15, 2020 based on the life of options	Historical volatility of equity shares of comparable companies over the period ended October 01, 2021 based on the life of options	Historical volatility of equity shares of comparable companies over the period ended May 31, 2022 based on the life of options	Historical volatility of equity shares of comparable companies over the period ended May 31, 2023 based on the life of options	Historical volatility of equity shares of comparable companies over the period ended May 31, 2023 based on the life of options
Contractual Option Life (years):	7.00	7.00	7.00	7.00	7.00	7.00	7.00
Expected dividends:	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Risk free interest rate:	8.04%	6.28%	5.22%	5.87%	7.14%	7.06%	7.05%
Vesting Dates	20% vesting on September 30, 2019	20% vesting on August 01, 2020	20% vesting on December 14, 2021	20% vesting on September 30, 2022	20% vesting on May 31, 2023	20% vesting on May 31, 2024	100% vesting on May 31, 2026
	40% vesting on September 30, 2020	40% vesting on August 01, 2021	40% vesting on July 31, 2022	40% vesting on July 31, 2023	40% vesting on May 31, 2024	40% vesting on May 31, 2025	
	70% vesting on September 30, 2021	70% vesting on August 01, 2022	70% vesting on July 31, 2023	70% vesting on July 31, 2024	70% vesting on May 31, 2025	70% vesting on May 31, 2026	
	100% vesting on September 30, 2022	100% vesting on August 01, 2023	100% vesting on July 31, 2024	100% vesting on July 31, 2025	100% vesting on May 31, 2026	100% vesting on May 31, 2027	
Valuation of incremental fair value on modification	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.

Note - Valuation of stock option granted in ESOP 2021 RSU scheme is not applicable since exercise price is ₹ Nil

D) Options granted and inputs used for measurement of fair value of options, for the key managerial employees and other senior employees

As at March 31, 2024

Name of Scheme	Mr. Rajiv Sabharwal		Mr. Rakesh Bhatia		Ms. Sarita Kamath	
	Granted	Exercised	Granted	Exercised	Granted	Exercised
ESPS 2009	-	-	1,00,302	1,00,302	-	-
ESPS 2011	-	-	-	-	3,000	3,000
ESOP 2011	-	-	80,000	53,334	-	-
PS 2013	-	-	10,813	10,813	323	323
ESPS 2013	-	-	-	-	-	-
ESOP 2013	-	-	-	-	30,000	30,000
ESOP 2016	-	-	-	-	10,000	10,000
ESOP 2017	-	-	-	-	10,000	10,000
ESOP 2018	16,00,000	-	-	-	1,00,000	1,00,000
ESOP 2019	16,00,000	-	-	-	1,00,000	1,00,000
ESOP 2020	17,60,000	-	2,00,000	1,40,000	1,10,000	77,000
ESOP 2021	12,00,000	-	2,25,000	90,000	1,12,500	45,000
ESOP 2021 RSU	5,17,297	-	96,993	-	48,497	-
ESOP 2022	9,90,100	-	1,65,820	33,164	82,910	16,582
ESOP 2023	6,31,990	-	1,00,000	-	50,000	-
ESOP 2023 Special Scheme	-	-	75,000	-	-	-
Total	**82,99,387**	**-**	**10,53,928**	**4,27,613**	**6,57,230**	**3,91,905**

As at March 31, 2023

Name of Scheme	Mr. Rajiv Sabharwal		Mr. Rakesh Bhatia		Ms. Sarita Kamath	
	Granted	Exercised	Granted	Exercised	Granted	Exercised
ESPS 2009	-	-	1,00,302	1,00,302	-	-
ESPS 2011	-	-	-	-	3,000	3,000
ESOP 2011	-	-	80,000	53,334	-	-
PS 2013	-	-	10,813	10,813	323	323
ESPS 2013	-	-	-	-	-	-
ESOP 2013	-	-	-	-	30,000	30,000
ESOP 2016	-	-	-	-	10,000	10,000
ESOP 2017	-	-	-	-	10,000	10,000
ESOP 2018	16,00,000	-	-	-	1,00,000	-
ESOP 2019	16,00,000	-	-	-	1,00,000	-
ESOP 2020	17,60,000	-	2,00,000	-	1,10,000	-
ESOP 2021	12,00,000	-	2,25,000	-	1,12,500	-
ESOP 2021 RSU	5,17,297	-	96,993	-	48,497	-
ESOP 2022	9,90,100	-	1,65,820	-	82,910	-
Total	**76,67,397**	**-**	**8,78,928**	**1,64,449**	**6,07,230**	**53,323**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Note 42: Contingent Liabilities and Commitments:

(i) Contingent Liabilities :-

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Income Tax (Pending before Appellate authorities)	**220.29**	157.58
VAT (Pending before Appellate authorities)	**16.68**	18.35
Suits filed against the Company	**1.69**	0.77
Bank Guarantees*	**82.32**	130.86
Letters of Credit	**221.47**	252.44
Letter of Comfort	**190.06**	232.58

As at March 31, 2024, claims against the Company not acknowledged as debts in respect of income tax matters amounted to ₹ 220.29 crore. These claims against the Company are arising on account of multiple issues of disallowances on completion of assessment proceedings under the Income-tax Act, 1961, such as disallowance of expenditure incurred in relation to income not includible in total income u/s 14A of the Income Tax Act, 1961 and disallowance of interest expenditure on perpetual NCDs. These matters are pending before various appellate authorities and the Management expect that its position will likely be upheld on ultimate resolution and will not have a material adverse effect on the Company's financial position. Hence, the Company has not recognized these uncertain tax positions in its books.

*Bank Guarantee includes guarantees issued to National Housing Bank on behalf of Tata Capital Housing Finance Limited ₹ 1,200 Crore (As at March 31, 2023 : ₹ 1200 Crore) against which the amount liable by Tata Capital Housing Finance Limited is ₹ 81 crore as at March 31, 2024 (As at March 31, 2023 ₹ 129.54 Crore). Pursuant to the terms of the Guarantee, the Company's liability on invocation is capped at the outstanding amount.

(ii) Commitments :

(a) Undrawn Commitment given to Borrowers
As on March 31, 2024 ₹ 8,401.60 crore (Year ended March, 31, 2023 : ₹ 6,729.27 crore)
Loan tenure less than 1 Year: ₹ 3,593.58 crore (Year ended March, 31, 2023 : ₹ 3,296.95 crore)
Loan tenure more than 1 Year: ₹ 4,808.02 crore (Year ended March, 31, 2023 : ₹ 3,432.32 crore)

(b) Leases entered but not executed ₹ 1,259.50 crore (Year ended March, 31, 2023 : ₹ 975.14 crore)

(c) Estimated amount of contracts remaining to be executed on capital account and not provided for ₹ 21.48 crore (as at March 31, 2023 : ₹ 35.54 crore).

(d) The Company has sponsored Private Equity Funds in India, viz. Tata Capital Growth Fund I, Tata Capital Growth Fund II, Tata Capital Healthcare Fund I, Tata Capital Healthcare Fund II, Tata Capital Innovations Fund and Tata Capital Special Situations Fund and also acts as an Investment Manager to these Funds. As on March 31, 2024, the Company has aggregate commitments of ₹ 249.04 Crore (as at March 31, 2023: ₹ 324.14 Crore) towards investments in these Funds.

(e) Commitment to co-invest with Omega TC Holdings Pte. Ltd ₹ Nil [as at March 31, 2023 : USD 14.90 Million (₹ 119.51 Crore)]

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Note 43: Disclosure as required by Indian Accounting Standard (Ind AS) - 24 on "Related Party Disclosures" notified under the Companies (Indian Accounting Standard) Rules, 2015:

A) List of related parties and relationship:

Relationship	Name of related party
Holding Company	Tata Sons Private Limited
Subsidiaries	Tata Capital Financial Services Limited (merged with Tata Capital Limited w.e.f. 01.01.2024) Tata Cleantech Capital Limited (merged with Tata Capital Limited w.e.f. 01.01.2024) Tata Capital Housing Finance Limited Tata Securities Limited Tata Capital Advisors Pte. Limited Tata Capital General Partners LLP Tata Capital Growth II General Partners LLP Tata Capital Healthcare General Partners LLP TATA Capital Healthcare II General Partners LLP Tata Capital Plc Tata Capital Pte. Limited Tata Opportunities General Partners LLP Tata Capital Growth Fund I Tata Capital Growth Fund II Tata Capital Healthcare Fund I Tata Capital Healthcare Fund II Tata Capital Innovations Fund Tata Capital Special Situation Fund
Associates	Fincare Business Services Limited Fincare Small Finance Bank Limited FinAGG Technologies Private Limited (w.e.f. 16.01.2024) Tata Autocomp Systems Limited (ceased to be Associate w.e.f 23.03.2023) Tata Projects Limited (ceased to be Associate w.e.f 27.10.2023) TEMA India Private Limited (ceased to be Associate w.e.f 02.06.2023) TVS Supply Chain Solutions Limited (ceased to be Associate w.e.f 28.07.2023) Tata Play Limited (ceased to be Associate w.e.f 21.12.2023) Tata Technologies Limited (ceased to be Associate w.e.f 01.01.2024) **Associates of Domestic Venture Capital Funds (Portfolio Investments)** Lokmanaya Hospital Private Limited Novalead Pharma Private Limited Vortex Engineering Private Limited Sea6 Energy Private Limited Alef Mobitech Solutions Private Limited Kapsons Industries Limited Indusface Private Limited Linux Laboratories Private Limited

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Relationship	Name of related party
	Atulaya Healthcare Private Limited Cnergyis Infotech India Private Limited Deeptek Inc, a Delaware Corporation Anderson Diagnostic Services Pvt. Ltd. (w.e.f. 08.06.2022) Cellcure Cancer Centre Private Limited (w.e.f. 19.07.2023) Auxilo Finserve Pvt Ltd (w.e.f. 19.07.2023) Sakar Healthcare Ltd (w.e.f. 29.08.2023) Apex Kidney Care Pvt Ltd (w.e.f. 25.10.2023)
Post Employment Benefit Plan	Tata Capital Limited Gratuity Scheme Tata Capital Limited Employees Provident Fund Tata Capital Limited Superannuation Scheme TCL Employee Welfare Trust
Key Management Personnel	Mr. Rajiv Sabharwal - Managing Director & CEO Mr. F. N. Subedar - Non-Executive Director Mr. Saurabh Agrawal - Non-Executive Director Ms. Aarthi Subramanian - Non-Executive Director Ms. Varsha Purandare - Independent Director Mr. V S Radhakrishnan - Independent Director (appointed w.e.f 23.03.2023) Mr. Mathew Cyriac - Independent Director (appointed w.e.f 23.03.2023 and resigned w.e.f 07.05.2024) Mr. Sujit Kumar Varma - Independent Director (appointed w.e.f 01.01.2024) Mr. Nagaraj Ijari - Independent Director (appointed w.e.f 01.04.2024) Ms. Malvika Sinha - Independent Director (resigned w.e.f 01.04.2024) Mr. Rakesh Bhatia - Chief Financial Officer Ms. Sarita Kamath - Company Secretary
Subsidiaries, Associates, Joint Venture & Retiral Plans of holding company and its Subsidiaries & Associates (with which the company had transactions)	Tata Projects Limited Tata Play Limited Tata Technologies Limited AIX Connect Private Limited Infiniti Retail Limited Tata Advanced Systems Limited Tata AIG General Insurance Company Limited Tata Asset Management Private Limited Tata Autocomp Systems Limited Tata Business Hub Limited Tata Consultancy Services Limited Tata Digital Private Limited Tata Electronics Private Limited Tejas Networks Limited Tata Elxsi Limited Tata International Limited Tata Medical and Diagnostics Limited Tata Realty and Infrastructure Limited Tata Teleservices (Maharashtra) Limited Tata Teleservices Limited Tata Toyo Radiator Limited Innovative Retail Concepts Private Limited

Relationship	Name of related party
	Tata 1mg Technologies Private Limited Air India Limited Agratas Energy Storage Solutions Private Limited (w.e.f. 23.03.2023) Tata Unistore Limited (w.e.f. 09.12.2022) Tata Communications Limited Niskalp Infrastructure Services Limited Stryder Cycle Private Limited Tata Chemicals Limited Tata Consumer Products Limited Tata Motors Limited Tata Steel Limited Tata Steel Long Products Limited (Merged with Tata Steel Limited w.e.f. 15.11.2023) The Associated Building Company Limited The Indian Hotels Company Limited The Tata Power Company Limited Titan Company Limited Trent Limited Voltas Limited Tata AIA Life Insurance Company Limited Tata Industries Limited Tata ClassEdge Limited Maithon Power Limited Nelco Limited Tata Power Delhi Distribution Limited Tata Power Solar Systems Limited TP Ajmer Distribution Limited TP Central Odisha Distribution Limited TP Northern Odisha Distribution Limited TP Renewable Microgrid Limited TP Southern Odisha Distribution Limited TP Western Odisha Distribution Limited Tata Power Renewable Energy Limited Tata Power EV Charging Solutions Limited (Formerly Known as TP Solapur Limited) Walwhan Renewable Energy Limited TMF Business Services Limited (Name changed from Tata Motors Finance Limited w.e.f. August 7, 2023) Tata Motors Finance Solutions Limited Tata Motors Passenger Vehicles Limited Tata Passenger Electric Mobility Limited TML Business Services Limited Indian Steel & Wire Products Ltd. Tata Metaliks Ltd. (Merged with Tata Steel Limited w.e.f. 01.02.2024) Tata Steel Downstream Products Limited Tata Steel Utilities and Infrastructure Services Limited Ideal Ice & Cold Storage Company Limited Piem Hotels Limited United Hotels Limited

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Relationship	Name of related party
	Roots Corporation Limited Fiora Hypermarket Limited TACO Air International Thermal Systems Private Limited Tata Boeing Aerospace Limited Tata Lockheed Martin Aerostructures Limited Tata Sikorsky Aerospace Limited Tata Precision Industries (India) Limited Industrial Minerals and Chemicals Company Private Limited (Ceased w.e.f. 04.01.2023) Air India SATS Airport Services Private Ltd. Supermarket Grocery Supplies Private Limited NourishCo Beverages Ltd. Tata Motors Body Solutions Limited Tata Consulting Engineers Limited Tata Investment Corporation Limited Emerald Haven Realty Limited Silly Point Productions LLP CMS IT Services Private Limited Logicserve Digital Private Limited (Ceased w.e.f. 28.11.2023) Procam International Private Limited (Ceased w.e.f. 15.01.2024) Rallis India Limited TPL - IAV VOZ CPRR Joint Venture Tata Coffee Staff Provident Fund Trust (Ceased w.e.f. 28.02.2024) Rallis India Limited Provident Fund Tata Steel Ltd Provident Fund Tata Chemicals Ltd Provident Fund Tata Power Consolidated Provident Fund Tata Tea Limited Staff Pension Fund Tata Steel Long product Limited employees providend fund trust Titan Industries Gratuity Fund Taj Residency Employees Provident fund Trust (Bangalore unit) The Tinplate Company of India Ltd. Gratuity Fund The Tinplate Company Executive Staff Superannuation Fund The Provident Fund of The Tinplate Company of India Ltd Titan Watches Provident Fund Voltas Managerial Staff Provident Fund Tata Communications Employee's Provident Fund Trust Tata Elxsi (India) Ltd. Employees Provident Fund Tata Sons Consolidated Provident Fund Tata Sons Consolidated Superannuation Fund Tata Sons Limited H.O. Employees' Gratuity Fund Tata International Limited Gratuity Fund Tata Metaliks Ltd Employees Provident fund The Indian Hotels Company Limited Employees Provident Fund Voltas Limited Employees' Superannuation Scheme Voltas Limited Provident Fund Tata Industries Superannuation Fund Trust TCE Employees' Providend Fund Tata Investment Corporation Limited- Provident Fund

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

43. Disclosure as required by Indian Accounting Standard (Ind AS) – 24 on "Related Party Disclosures" notified under the Companies (Indian Accounting Standard) Rules, 2015:

B) Transactions with related parties

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
1	**Tata Sons Private Limited**	**Income**		
		Interest Income on Finance Lease	-	0.04
		Operating Lease rental	-	0.71
		Foreclosure Charges	-	1.31
		Expenses		
		BEBP expenses	**35.92**	27.88
		Dividend paid on equity shares	**70.74**	53.19
		Professional Fees	**0.12**	0.24
		Training expenses	**0.06**	0.08
		Advertising expenses	**0.36**	-
		Other transactions		
		Sale of fixed assets	-	5.97
		Finance Lease Facility repayment received during the year	-	0.71 565.09
		Equity shares issued (including Securities Premium)	**1,905.28**	900.00 0.11
		Proceeds from Divestment of investments	**909.88**	
		Recovery of Stamp duty expenses	**0.10**	
		Assets		
		Other Receivables	**0.10**	0.11
		Liabilities		
		Other Payables	**35.79**	27.88
		Equity shares held	**3,477.72**	3,368.68
2	**Tata Capital Housing Finance Limited (TCHFL)**	**Income**		
		Dividend income	-	32.31
		Interest Income on Inter Corporate Deposit	**11.59**	7.92
		Marketing & Managerial Service Fees Income	**11.72**	11.05
		Referral Fees Income	**2.06**	0.32
		Rental Income	**2.29**	1.14
		Expenses		
		Rent expenses	**6.48**	1.98
		Valuation charges	**1.23**	0.97
		Other Transactions		
		Purchase of Fixed Assets*	**0.18**	-
		Inter-Corporate Deposit placed during the year	**1,355.00**	2,454.84
		Inter-Corporate Deposit repayment received during the year	**1,798.67**	2,011.17
		Investment in Equity during the year	**700.00**	500.00
		Security deposit received during the year	-	12.60
		Recovery Rent expenses	**8.59**	9.42

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
		Recovery of Insurance expenses	**0.06**	0.03
		Recovery of Marketing & Managerial Services	**0.47**	1.26
		Recovery of Risk Recovery expenses	**-**	0.10
		Recovery of Trust expenses	**-**	0.26
		Recovery of Electricity expenses	**0.07**	0.04
		Recovery of Professional fees	**0.66**	-
		Assets		
		Other Receivables	**3.45**	2.69
		Investment in Equity Shares	**3,606.00**	2,906.00
		Inter-Corporate Deposit Receivable	**-**	443.67
		Accrued Interest on ICD Outstanding	**-**	0.09
		Liabilities		
		Other Payables	**0.72**	0.34
		Security deposit payable	**12.60**	12.60
		Commitments		
		Guarantees issued to National Housing Bank on behalf of TCHFL	**81.00**	129.54
3	**Tata Securities Limited**	**Income**		
		Other Income*	**-**	0.18
		Rental Income	**0.16**	0.08
		Expenses		
		Professional Fees	**0.20**	0.12
		Commission expenses	**1.99**	1.05
		Other transactions		
		Investment in Equity during the year	**30.00**	15.00
		Recovery Rent expenses	**0.10**	0.37
		Recovery of Insurance expenses*	**-**	-
		Recovery of Electricity expenses*	**0.01**	-
		Assets		
		Other Receivables	**0.01**	0.04
		Investment in Equity Shares	**52.89**	22.89
		Liabilities		
		Other Payables	**0.19**	0.22

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
4	**Tata Capital Growth Fund I**	**Income**		
		Dividend income	**14.31**	-
		Profit on Sale of Investments	**479.94**	56.49
		Expenses		
		Provision for Diminution in value of Investment during the year	**6.87**	1.87
		Other transactions		
		Proceeds from Return of capital during the year	**27.28**	7.43
		Recovery of Legal expenses	**0.20**	-
		Assets		
		Other Receivables	**0.01**	-
		Investment in Venture Capital units	**19.62**	46.90
		Provision for Diminution in value of Investment in Venture Capital units	**(19.62)**	(12.75)
		Commitments		
		Off balance sheet exposure	**29.83**	29.83
5	**Tata Capital Growth Fund II**	**Income**		
		Portfolio Management Services	**10.94**	14.54
		Profit on Sale of Investments	**55.80**	64.90
		Expenses		
		Provision for Diminution in value of Investment during the year	**0.50**	0.88
		Other transactions		
		Investment in Venture Capital units during the year	**66.15**	101.70
		Proceeds from Return of capital during the year	**36.14**	82.27
		Recovery of Legal expenses	**0.57**	0.80
		Assets		
		Other Receivables	**0.08**	0.03
		Investment in Venture Capital units	**196.54**	166.53
		Provision for Diminution in value of Investment in Venture Capital units	**(3.20)**	(2.70)
		Commitments		
		Off balance sheet exposure	**166.39**	195.18

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
6	**Tata Capital Special Situation Fund**	**Income**		
		Profit on Sale of Investments	**0.64**	-
		Other Income	**-**	0.23
		Other transactions		
		Proceeds from Return of capital during the year	**11.85**	0.85
		Recovery of Legal expenses	**0.20**	-
		Assets		
		Investment in Venture Capital units	**9.90**	21.75
		Provision for Diminution in value of Investment in Venture Capital units	**(9.90)**	(9.90)
		Commitments		
		Off balance sheet exposure	**0.22**	0.22
7	**Tata Capital Innovations Fund**	**Income**		
		Profit on Sale of Investments	**-**	4.04
		Expenses		
		Provision for Diminution in value of Investment during the year	**-**	0.96
		Other transactions		
		Proceeds from Return of capital during the year	**-**	3.02
		Recovery of Legal expenses	**0.15**	0.25
		Assets		
		Other Receivables	**2.10**	1.95
		Provision for bad & doubtful debts	**(1.95)**	(1.92)
		Investment in Venture Capital units	**45.72**	45.72
		Provision for Diminution in value of Investment in Venture Capital units	**(38.26)**	(38.26)
		Commitments		
		Off balance sheet exposure	**0.45**	0.45
8	**Tata Capital Healthcare Fund I**	**Expenses**		
		Provision for Diminution in value of Investment during the year	**-**	4.79
		Other transactions		
		Recovery of Legal expenses	**0.15**	-
		Assets		
		Other Receivables	**0.28**	-
		Investment in Venture Capital units	**23.77**	23.77
		Provision for Diminution in value of Investment in Venture Capital units	**(13.36)**	(13.36)
		Commitments		
		Off balance sheet exposure	**5.59**	5.59

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
9	**Tata Capital Healthcare Fund II**	**Income**		
		Portfolio Management Services	**14.01**	13.50
		Distribution of Interest*	**-**	-
		Other Income	**0.08**	0.04
		Expenses		
		Provision for Diminution in value of Investment during the year	**0.27**	0.42
		Other transactions		
		Investment in Venture Capital units during the year	**47.94**	24.36
		Proceeds from Return of capital during the year	**0.63**	3.43
		Recovery of Legal expenses	**0.10**	0.25
		Assets		
		Other Receivables	**0.25**	0.22
		Investment in Venture Capital units	**93.44**	46.13
		Provision for Diminution in value of Investment in Venture Capital units	**(1.07)**	(0.80)
		Commitments		
		Off balance sheet exposure	**46.56**	93.87
10	**Tata Capital Advisors Pte. Limited**	**Income**		
		Service Level Agreement Fees	**0.08**	-
		Portfolio Management Services	**32.70**	35.80
		Other transactions		
		Recovery of Legal expenses	**0.02**	-
		Assets		
		Other Receivables	**23.33**	0.86
11	**Tata Capital General Partners LLP**	**Income**		
		Service Level Agreement Fees	**0.01**	0.01
12	**Tata Capital Growth II General Partners LLP**	**Income**		
		Service Level Agreement Fees	**0.01**	0.01
13	**Tata Capital Healthcare General Partners LLP**	**Income**		
		Service Level Agreement Fees	**0.01**	0.01
14	**TATA Capital Healthcare II General Partners LLP**	**Income**		
		Service Level Agreement Fees	**0.01**	0.01
15	**Tata Capital Plc**	**Income**		
		Service Level Agreement Fees	**-**	0.08

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
16	**Tata Capital Pte. Limited**	**Income**		
		Service Level Agreement Fees	**0.15**	0.15
		Dividend income	**90.60**	27.30
		Assets		
		Investment in Equity Shares	**108.07**	108.07
17	**Tata Opportunities General Partners LLP**	**Income**		
		Service Level Agreement Fees	**0.01**	0.01
18	**Fincare Business Services Limited**	**Income**		
		Interest Income on Loan	**-**	2.45
		Syndication Fees	**0.25**	-
		Other transactions		
		Loan repayment received during the year	**-**	20.23
		Assets		
		Investment in Equity Shares	**7.34**	7.34
19	**Fincare Small Finance Bank Limited**	**Income**		
		Interest Income on Loan	**8.00**	4.09
		Management Fees	**1.71**	-
		Other transactions		
		Loan given during the year	**60.00**	-
		Assets		
		Loan balance receivables	**96.45**	36.29
		Investment in Equity Shares	**1.46**	1.46
20	**Indusface Private Limited**	**Expenses**		
		Information Technology expenses	**0.24**	0.13
		Liabilities		
		Other Payables	**0.10**	0.05
21	**Auxilo Finserve Pvt Ltd (w.e.f. 19.07.2023)**	**Income**		
		Interest Income on Loan	**1.49**	-
		Other transactions		
		Loan given during the year	**25.00**	-
		Loan repayment received during the year	**41.88**	-
22	**FinAGG Technologies Private Limited (w.e.f. 16.01.2024)**	**Expenses**		
		Commission expenses	**0.11**	-
		Professional Fees	**0.03**	-
		Other transactions		
		Investment in Compulsorily Convertible Preference Shares during year	**20.00**	-
		Investment in Equity shares during year	**0.01**	-
		Assets		
		Other Receivables	**0.01**	-
		Investment in Equity shares	**0.01**	-
		Investment in Compulsorily Convertible Preference Shares	**20.00**	-

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
23	**TVS Supply Chain Solutions Limited (ceased w.e.f. 28.07.2023)**	**Income** Income on Invoice Discounting	**0.08**	0.28
		Other transactions Invoice discounted during the year Invoice discounted repayment received during the year	**12.89** **12.28**	56.35 59.32
		Assets Invoice Discounted receivable Investment in Equity Shares	**-** **-**	2.13 9.81
		Commitments Off balance sheet exposure	**-**	7.77
24	**Tema India Limited (Ceased w.e.f. 02.06.2023)**	**Income** Interest Income on Loan	**0.01**	0.06
		Other transactions Loan repayment received during the year	**0.05**	0.16
		Assets Loan balance receivables	**-**	0.40
25	**Tata Capital Limited Gratuity Scheme**	**Expenses** Contribution to Gratuity fund	**4.14**	8.65
		Liabilities Provision for Trust's exposure to investment in IL&FS	**1.40**	1.40
26	**Tata Capital Limited Employees Provident Fund**	**Expenses** Contribution to Provident Fund	**29.97**	20.73
		Other transactions Employees Contribution to Provident Fund	**48.43**	33.25
		Liabilities Other Payables Provision for Trust's exposure to investment in IL&FS	**7.16** **2.85**	5.18 2.85
27	**Tata Capital Limited Superannuation Scheme**	**Expenses** Contribution to Superannuation fund	**1.55**	1.59
		Liabilities Other Payables	**0.08**	0.07
28	**TCL Employee Welfare Trust**	**Expenses** Dividend paid on equity shares	**1.10**	0.84
		Other transactions Equity shares issued (including Securities Premium)	**27.79**	8.96
		Assets Loan balance receivables Other Receivables	**74.06** **1.07**	74.06 0.18
		Liabilities Equity shares held	**43.35**	53.04

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
29	**Tata Projects Limited**	**Income**		
		Interest Income on Finance Lease	**19.77**	20.32
		Operating Lease rental	**85.90**	40.18
		Interest Income on Loan	**5.68**	30.95
		Foreclosure Charges	**-**	0.01
		Other transactions		
		Sale of fixed assets	**3.92**	12.30
		Purchase of Fixed Assets	**-**	57.12
		Finance Lease Facility provided during the year	**77.35**	119.11
		Finance Lease Facility repayment received during the year	**109.18**	38.44
		Loan repayment received during the year	**412.00**	-
		Security deposit received during the year	**7.49**	0.27
		Security deposit repaid / adjusted during the year	**0.50**	0.27
		Assets		
		Finance Lease Facility receivable	**115.99**	355.77
		Loan balance receivables	**-**	425.56
		Other Receivables	**17.70**	4.17
		Investment in equity shares	**-**	54.78
		Liabilities		
		Security deposit payable	**14.77**	7.78
		Commitments		
		Off balance sheet exposure	**26.19**	370.87
30	**Tata Play Limited**	**Assets**		
		Investment in equity shares	**-**	52.42
31	**Tata Technologies Limited**	**Income**		
		Interest Income on Finance Lease*	**-**	-
		Expenses		
		Information Technology expenses	**4.19**	3.35
		Other transactions		
		Finance Lease Facility repayment received during the year*	**-**	-
		Liabilities		
		Other Payables	**0.89**	1.03
32	**AIX Connect Private Limited**	**Income**		
		Interest Income on Loan	**22.76**	44.55
		Other transactions		
		Loan given during the year	**-**	370.00
		Loan repayment received during the year	**369.95**	460.05
		Assets		
		Loan balance receivables	**-**	372.69

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
33	**Infiniti Retail Limited**	**Income**		
		Interest Income on Finance Lease	**0.65**	0.74
		Expenses		
		Commission expenses	**0.37**	0.74
		Staff Welfare expenses	**-**	0.04
		Other transactions		
		Finance Lease Facility provided during the year	**5.47**	5.17
		Finance Lease Facility repayment received during the year	**4.57**	2.94
		Security deposit received during the year	**0.21**	0.69
		Security deposit repaid / adjusted during the year	**0.04**	0.02
		Payments towards Net Settlement Reward points	**15.30**	15.39
		Assets		
		Finance Lease Facility receivable	**7.45**	6.97
		Assigned receivables	**1.06**	-
		Liabilities		
		Security deposit payable	**1.29**	1.12
		Other Payables	**0.02**	0.02
		Commitments		
		Off balance sheet exposure	**-**	12.50
34	**Tata Advanced Systems Limited**	**Income**		
		Interest Income on Finance Lease	**1.01**	0.68
		Other transactions		
		Finance Lease Facility provided during the year	**4.84**	3.15
		Finance Lease Facility repayment received during the year	**2.28**	1.58
		Security deposit received during the year	**-**	0.01
		Assets		
		Finance Lease Facility receivable	**7.86**	6.95
		Liabilities		
		Security deposit payable	**0.01**	0.01
		Commitments		
		Off balance sheet exposure	**-**	6.16
35	**Tata AIG General Insurance Company Limited**	**Income**		
		Commission Income	**25.77**	9.91
		Expenses		
		Insurance expenses	**1.51**	1.42
		Assets		
		Other Receivables	**7.11**	2.50
36	**Tata Asset Management Private Limited**	**Income**		
		Portfolio Management Services	**1.07**	0.63
		Assets		
		Other Receivables	**0.02**	0.01

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
37	Tata Autocomp Systems Limited	**Income**		
		Operating Lease rental	**7.06**	5.72
		Dividend Income	**17.69**	19.32
		Other transactions		
		Security deposit repaid / adjusted during the year	**-**	4.73
		Assets		
		Assigned receivables	**1.83**	-
		Other Receivables	**4.54**	5.42
		Investment in Equity shares	**2,054.87**	2,462.19
		Liabilities		
		Security deposit payable*	**-**	-
		Commitments		
		Off balance sheet exposure	**-**	21.30
38	Tata Business Hub Limited	**Income**		
		Interest Income on Finance Lease	**0.24**	0.28
		Other transactions		
		Finance Lease Facility provided during the year	**0.02**	1.42
		Finance Lease Facility repayment received during the year	**0.74**	0.78
		Assets		
		Finance Lease Facility receivable	**1.82**	2.55
39	Tata Consultancy Services Limited	**Income**		
		Interest Income on Finance Lease	**0.67**	0.66
		Operating Lease rental	**3.13**	4.11
		Expenses		
		Information Technology expenses	**88.91**	48.21
		Other transactions		
		Purchase of Fixed Assets	**3.66**	1.55
		Finance Lease Facility provided during the year	**1.72**	5.23
		Finance Lease Facility repayment received during the year	**2.23**	2.31
		Security deposit received during the year	**-**	0.58
		Security deposit repaid / adjusted during the year	**0.47**	0.08
		Assets		
		Finance Lease Facility receivable	**4.18**	5.07
		Liabilities		
		Other Payables	**11.01**	16.47
		Security deposit payable	**1.81**	2.28

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
40	**Tata Digital Private Limited**	**Income**		
		Interest Income on Loan	-	13.69
		Other Income*	-	-
		Expenses		
		Commission expenses	**7.18**	4.49
		Other Transactions		
		Loan given during the year	-	900.00
		Loan repayment received during the year	-	900.00
		Commitments		
		Off balance sheet exposure	-	5.00
41	**Tata Electronics Private Limited**	**Income**		
		Interest Income on Finance Lease	**3.50**	2.07
		Operating Lease rental	**0.03**	-
		Interest Income on Loan	**1.14**	-
		Other transactions		
		Finance Lease Facility provided during the year	**12.37**	29.82
		Finance Lease Facility repayment received during the year	**10.36**	9.67
		Loan given during the year	**13.60**	-
		Loan repayment received during the year	**1.46**	-
		Security deposit repaid / adjusted during the year	**0.15**	-
		Assets		
		Finance Lease Facility receivable	**30.12**	32.44
		Loan balance receivables	**12.36**	-
		Other Receivables	**0.02**	-
		Liabilities		
		Security deposit payable	-	0.15
		Commitments		
		Off balance sheet exposure	-	31.26
42	**Tejas Networks Limited**	**Assets**		
		Assigned receivables	**8.67**	-

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
43	Tata Elxsi Limited	**Income**		
		Interest Income on Finance Lease	**0.33**	0.25
		Expenses		
		Printing and Stationery	**0.16**	-
		Advertising expenses	**0.17**	-
		Other transactions		
		Finance Lease Facility provided during the year	**1.90**	0.97
		Finance Lease Facility repayment received during the year	**0.86**	0.43
		Purchase of Fixed Assets	**1.37**	-
		Assets		
		Finance Lease Facility receivable	**3.45**	2.18
		Liabilities		
		Other Payables*	**-**	-
		Commitments		
		Off balance sheet exposure	**0.12**	-
44	Tata International Limited	**Income**		
		Interest Income on Finance Lease	**0.13**	0.17
		Expenses		
		Dividend paid on equity shares	**0.02**	0.01
		Other transactions		
		Finance Lease Facility provided during the year	**0.58**	0.92
		Finance Lease Facility repayment received during the year	**0.47**	0.37
		Security deposit repaid / adjusted during the year	**-**	0.21
		Equity shares issued (including Securities Premium)	**0.22**	-
		Assets		
		Finance Lease Facility receivable	**1.11**	1.28
		Liabilities		
		Equity shares held	**0.80**	0.79
		Commitments		
		Off balance sheet exposure	**-**	3.56
45	Tata Medical and Diagnostics Limited	**Income**		
		Interest Income on Finance Lease	**0.04**	0.04
		Other transactions		
		Finance Lease Facility provided during the year	**-**	0.27
		Finance Lease Facility repayment received during the year	**0.04**	0.03
		Assets		
		Finance Lease Facility receivable	**0.26**	0.32

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
46	**Tata Realty and Infrastructure Limited**	**Income** Interest Income on Loan	**-**	0.62
		Other transactions Loan given during the year Loan repayment received during the year	**-** **-**	95.00 95.00
47	**Tata Teleservices (Maharashtra) Limited**	**Expenses** Communication expenses	**1.83**	1.42
		Liabilities Other Payables	**0.16**	0.08
48	**Tata Teleservices Limited**	**Income** Interest Income on Finance Lease	**0.01**	0.07
		Expenses Communication expenses	**0.31**	0.30
		Other transactions Finance Lease Facility repayment received during the year	**0.25**	0.53
		Liabilities Other Payables	**0.03**	0.01
49	**Tata Toyo Radiator Limited**	**Income** Operating Lease rental	**22.51**	20.19
		Other transactions Security deposit received during the year Security deposit repaid / adjusted during the year	**-** **-**	3.23 15.01
		Assets Other Receivables	**15.49**	18.63
		Liabilities Security deposit payable	**0.10**	0.10
50	**Innovative Retail Concepts Private Limited**	**Expenses** Staff Welfare expenses	**0.01**	0.01
		Assets Assigned receivables	**0.07**	-
		Liabilities Other Payables*	**-**	-
51	**Tata 1mg Technologies Private Limited**	**Expenses** Staff Welfare expenses*	**0.16**	-
52	**Air India Limited**	**Income** Management Fees Operating Lease rental	**0.25** **0.43**	- -
		Liabilities Other Payables	**0.02**	-

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
53	**Agratas Energy Storage Solutions Private Limited (w.e.f. 23.03.2023)**	**Income** Operating Lease rental	**0.03**	-
		Assets Other Receivables*	**-**	-
54	**Tata Unistore Limited (w.e.f. 09.12.2022)**	**Expenses** Staff Welfare expenses	**0.01**	0.01
55	**Tata Communications Limited**	**Expenses** Information Technology expenses	**5.69**	5.97
		Other transactions Finance Lease Facility repayment received during the year	**0.01**	-
		Assets Finance Lease Facility receivable Assigned receivables	**0.03** **-**	0.03 6.55
		Liabilities Other Payables	**3.49**	2.24
56	**Niskalp Infrastructure Services Limited**	**Other transactions** Recovery of Insurance expenses	**0.01**	0.01
57	**Stryder Cycle Private Limited**	**Income** Interest Income on Finance Lease	**0.01**	-
		Other transactions Finance Lease Facility provided during the year Finance Lease Facility repayment received during the year	**0.10** **0.01**	- -
		Assets Finance Lease Facility receivable	**0.09**	-
		Commitments Off balance sheet exposure	**-**	3.00
58	**Tata Chemicals Limited**	**Expenses** Dividend paid on equity shares	**0.07**	0.05
		Liabilities Equity shares held	**3.23**	3.23

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
59	**Tata Consumer Products Limited**	**Income**		
		Interest Income on Finance Lease	**0.56**	0.18
		Operating Lease rental	**0.64**	0.61
		Expenses		
		Dividend paid on equity shares	**0.01**	0.01
		Other transactions		
		Finance Lease Facility provided during the year	**3.66**	1.91
		Finance Lease Facility repayment received during the year	**0.59**	0.32
		Assets		
		Finance Lease Facility receivable	**5.37**	2.30
		Other Receivables	**0.41**	0.37
		Liabilities		
		Equity shares held	**0.61**	0.61
		Commitments		
		Off balance sheet exposure	**-**	14.96
60	**Tata Motors Limited**	**Income**		
		Interest Income on Finance Lease	**17.97**	14.82
		Management Fees	**-**	0.01
		Other Income	**0.13**	0.08
		Foreclosure Charges	**-**	0.01
		Expenses		
		Dividend paid on equity shares	**0.09**	0.07
		Other transactions		
		Finance Lease Facility provided during the year	**18.21**	86.16
		Finance Lease Facility repayment received during the year	**36.31**	25.61
		Assets		
		Finance Lease Facility receivable	**118.64**	149.67
		Liabilities		
		Equity shares held	**4.33**	4.33
		Commitments		
		Off balance sheet exposure	**-**	56.12

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
61	Tata Steel Limited	**Income**		
		Dividend Income	**0.07**	0.09
		Interest Income on Finance Lease	**0.02**	-
		Interest Income through Factoring	**3.07**	-
		Other transactions		
		Receivables Factored during year	**1,421.37**	-
		Finance Lease Facility repayment received during the year	**0.14**	-
		Assets		
		Investment in Equity Shares	**2.74**	1.84
		Finance Lease Facility receivable	**1.36**	-
		Assigned Receivables	**0.05**	-
		Liabilities		
		Security deposit payable	**0.28**	-
62	Tata Steel Long Products Limited (Merged with Tata Steel Limited w.e.f 15.11.2023)	**Income**		
		Interest Income through Factoring	**0.08**	-
		Other transactions		
		Receivables Factored during year	**16.00**	-
63	The Associated Building Company Limited	**Expenses**		
		Interest expenses on Inter Corporate Deposit	**0.07**	-
		Other transactions		
		Inter-Corporate Deposit received during the year	**4.00**	-
		Inter-Corporate Deposit repaid during the year	**4.00**	-
64	The Indian Hotels Company Limited	**Income**		
		Interest Income on Finance Lease	**0.01**	0.02
		Operating Lease rental*	**-**	-
		Dividend Income*	**-**	-
		Expenses		
		Staff Welfare expenses	**1.06**	2.94
		Other transactions		
		Finance Lease Facility provided during the year*	**-**	-
		Finance Lease Facility repayment received during the year	**0.04**	0.08
		Assets		
		Finance Lease Facility receivable	**0.06**	0.10
		Investment in Equity Shares	**1.16**	0.64
		Other Receivables	**0.18**	-

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
65	**The Tata Power Company Limited**	**Income**		
		Interest Income on Finance Lease	**1.69**	2.56
		Interest Income through Factoring	**13.15**	0.12
		Expenses		
		Dividend paid on equity shares	**0.05**	0.04
		Other transactions		
		Finance Lease Facility provided during the year	**0.24**	1.17
		Finance Lease Facility repayment received during the year	**5.51**	5.69
		Receivables Factored during year	**-**	146.44
		Assets		
		Finance Lease Facility receivable	**8.93**	15.16
		Liabilities		
		Equity shares held	**2.33**	2.33
66	**Titan Company Limited**	**Income**		
		Interest Income on Finance Lease	**0.11**	0.12
		Interest Income on Loan	**0.31**	0.02
		Expenses		
		Interest expenses on Inter Corporate Deposit	**-**	1.55
		Other transactions		
		Loan given during the year	**-**	3.14
		Loan repayment received during the year	**0.29**	0.01
		Finance Lease Facility repayment received during the year	**0.09**	0.13
		Inter-Corporate Deposit received during the year	**-**	150.00
		Inter-Corporate Deposit repaid during the year	**-**	150.00
		Interest paid on Non Convertible Debentures	**13.84**	-
		Paid towards redemption of Non Convertible Debentures	**30.00**	-
		Assets		
		Finance Lease Facility receivable	**1.11**	1.20
		Loan balance receivables	**2.91**	3.15
		Liabilities		
		Security deposit payable	**0.13**	0.13
		Payable towards Non Convertible Debentures	**200.00**	30.00
67	**Trent Limited**	**Other transactions**		
		Payments towards Net Settlement Reward points	**2.94**	3.16

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
68	**Voltas Limited**	**Expenses**		
		Commission expenses	**0.10**	0.15
		Repairs and Maintenance	**0.23**	0.52
		Dividend paid on Cumulative Redeemable Preference shares	**3.66**	3.66
		Income		
		Other Income*	**-**	-
		Other transactions		
		Purchase of Fixed Assets	**3.53**	1.73
		Assets		
		Assigned receivables	**0.90**	-
		Finance Lease Facility receivable	**0.76**	-
		Liabilities		
		Other Payables	**0.45**	0.08
		Cumulative Redeemable Preference shares held	**50.00**	50.00
		Commitments		
		Off balance sheet exposure	**1.23**	-
69	**Tata AIA Life Insurance Company Limited**	**Income**		
		Interest Income on Finance Lease	**1.03**	0.57
		Commission Income	**31.36**	4.95
		Operating Lease rental	**0.02**	-
		Expenses		
		Insurance expenses	**4.25**	3.60
		Other transactions		
		Finance Lease Facility provided during the year	**3.59**	4.13
		Finance Lease Facility repayment received during the year	**1.34**	0.69
		Interest paid on Non Convertible Debentures	**45.67**	34.96
		Assets		
		Finance Lease Facility receivable	**7.26**	6.45
		Other Receivables	**4.66**	3.70
		Liabilities		
		Payable towards Non Convertible Debentures	**515.00**	515.00
		Commitments		
		Off balance sheet exposure	**-**	10.30

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
70	**Tata Industries Limited**	**Income**		
		Interest Income on Finance Lease	-	0.76
		Syndication Fees	-	0.17
		Foreclosure Charges*	-	-
		Expenses		
		Dividend paid on equity shares	-	0.04
		Other transactions		
		Finance Lease Facility provided during the year	-	0.13
		Finance Lease Facility repayment received during the year	-	2.34
		Liabilities		
		Equity shares held	-	2.27
71	**Tata ClassEdge Limited**	**Income**		
		Interest Income on Finance Lease	**0.86**	0.68
		Foreclosure Charges	-	0.03
		Other transactions		
		Finance Lease Facility provided during the year	**0.14**	0.18
		Finance Lease Facility repayment received during the year	**5.06**	2.41
		Assets		
		Finance Lease Facility receivable	**3.79**	8.96
72	**Maithon Power Limited**	**Income**		
		Interest Income on Finance Lease	**0.06**	0.06
		Other transactions		
		Finance Lease Facility provided during the year	**0.10**	-
		Finance Lease Facility repayment received during the year	**0.34**	0.11
		Assets		
		Finance Lease Facility receivable	**0.20**	0.49
73	**Nelco Limited**	**Income**		
		Interest Income on Finance Lease	**0.13**	0.08
		Other transactions		
		Finance Lease Facility provided during the year	**0.34**	0.59
		Finance Lease Facility repayment received during the year	**0.23**	0.13
		Assets		
		Finance Lease Facility receivable	**0.81**	0.82
		Commitments		
		Off balance sheet exposure	-	9.99
74	**Tata Power Delhi Distribution Limited**	**Expenses**		
		Advertising expenses*	-	-

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
75	**Tata Power Solar Systems Limited**	**Income**		
		Interest Income on Finance Lease	**0.21**	0.33
		Other transactions		
		Finance Lease Facility provided during the year*	**-**	0.53
		Finance Lease Facility repayment received during the year	**0.64**	0.92
		Purchase of Fixed Assets	**0.33**	-
		Assets		
		Finance Lease Facility receivable	**1.01**	1.62
76	**TP Ajmer Distribution Limited**	**Income**		
		Interest Income on Finance Lease	**0.03**	0.02
		Other transactions		
		Finance Lease Facility provided during the year	**0.27**	-
		Finance Lease Facility repayment received during the year	**0.21**	0.07
		Assets		
		Finance Lease Facility receivable	**0.30**	0.33
		Commitments		
		Off balance sheet exposure	**-**	6.26
77	**TP Central Odisha Distribution Limited**	**Income**		
		Interest Income on Finance Lease	**0.12**	0.19
		Other transactions		
		Finance Lease Facility provided during the year	**0.58**	-
		Finance Lease Facility repayment received during the year	**0.46**	0.36
		Assets		
		Finance Lease Facility receivable	**0.69**	0.58
		Assigned receivables	**4.01**	-
78	**TP Northern Odisha Distribution Limited**	**Income**		
		Interest Income on Finance Lease	**0.04**	0.05
		Other transactions		
		Finance Lease Facility provided during the year	**0.04**	0.07
		Finance Lease Facility repayment received during the year	**0.10**	0.12
		Assets		
		Finance Lease Facility receivable	**0.18**	0.24
		Assigned receivables	**4.25**	-
79	**TP Renewable Microgrid Limited**	**Income**		
		Interest Income on Finance Lease*	**-**	-
		Other transactions		
		Finance Lease Facility provided during the year	**-**	0.04
		Finance Lease Facility repayment received during the year*	**0.01**	-
		Assets		
		Finance Lease Facility receivable	**0.02**	0.04

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
80	**TP Southern Odisha Distribution Limited**	**Income** Interest Income on Finance Lease	**0.02**	0.03
		Other transactions Finance Lease Facility provided during the year Finance Lease Facility repayment received during the year	**0.07** **0.02**	0.13 0.01
		Assets Finance Lease Facility receivable Assigned receivables	**0.19** **3.91**	0.14 -
81	**TP Western Odisha Distribution Limited**	**Income** Interest Income on Finance Lease	**0.09**	0.08
		Other transactions Finance Lease Facility provided during the year Finance Lease Facility repayment received during the year	**0.28** **0.20**	0.09 0.21
		Assets Finance Lease Facility receivable Assigned receivables	**0.46** **11.72**	0.40 -
82	**Tata Power Renewable Energy Limited**	**Income** Other Income*	**-**	-
83	**Tata Power EV Charging Solutions Limited (Formerly Known as TP Solapur Limited)**	**Income** Other Income*	**-**	-
84	**Walwhan Renewable Energy Limited**	**Income** Other Income*	**-**	-
		Commitments Off balance sheet exposure	**-**	16.50
85	**TMF Business Services Limited (Name changed from Tata Motors Finance Limited w.e.f. August 7, 2023)**	**Expenses** Rent expenses	**0.79**	2.46
		Liabilities Other Payables	**-**	0.20
86	**Tata Motors Finance Solutions Limited**	**Expenses** Rent expenses	**1.56**	-

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
87	**Tata Motors Passenger Vehicles Limited**	**Income**		
		Interest Income on Finance Lease	**5.92**	4.86
		Foreclosure Charges*	**-**	-
		Other transactions		
		Finance Lease Facility provided during the year	**6.15**	27.19
		Finance Lease Facility repayment received during the year	**12.90**	7.33
		Assets		
		Assigned receivables	**2.05**	-
		Finance Lease Facility receivable	**38.20**	48.72
		Commitments		
		Off balance sheet exposure	**-**	14.76
88	**Tata Passenger Electric Mobility Limited**	**Income**		
		Interest Income on Finance Lease	**1.23**	0.54
		Other transactions		
		Finance Lease Facility provided during the year	**3.85**	5.07
		Finance Lease Facility repayment received during the year	**2.41**	0.69
		Assets		
		Assigned receivables	**0.70**	-
		Finance Lease Facility receivable	**8.31**	8.66
		Commitments		
		Off balance sheet exposure	**-**	4.11
89	**TML Business Services Limited**	**Income**		
		Operating Lease rental	**-**	0.04
		Interest Income on Finance Lease	**0.48**	0.44
		Other transactions		
		Finance Lease Facility provided during the year	**0.75**	3.98
		Finance Lease Facility repayment received during the year	**1.23**	0.76
		Assets		
		Finance Lease Facility receivable	**3.16**	3.89
		Liabilities		
		Other Payables	**0.06**	0.06
90	**Indian Steel & Wire Products Ltd.**	**Income**		
		Interest Income on Finance Lease	**0.13**	0.12
		Other transactions		
		Finance Lease Facility repayment received during the year	**0.19**	0.35
		Assets		
		Finance Lease Facility receivable	**0.22**	0.42

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
91	**Tata Metaliks Ltd. (Merged with Tata Steel Limited w.e.f 01.02.2024)**	**Income**		
		Interest Income on Finance Lease	**0.17**	0.22
		Operating Lease rental	**-**	0.09
		Foreclosure Charges	**-**	0.01
		Other transactions		
		Security deposit received during the year	**0.26**	0.18
		Finance Lease Facility provided during the year	**0.18**	2.87
		Finance Lease Facility repayment received during the year	**1.27**	0.97
		Sale of fixed assets	**-**	0.04
		Assets		
		Finance Lease Facility receivable	**-**	2.55
		Other Receivables*	**-**	-
		Liabilities		
		Security deposit payable	**-**	0.29
92	**Tata Steel Downstream Products Limited**	**Income**		
		Interest Income on Finance Lease*	**0.04**	-
		Other transactions		
		Finance Lease Facility provided during the year	**-**	0.32
		Finance Lease Facility repayment received during the year	**0.05**	-
		Assets		
		Finance Lease Facility receivable	**0.30**	0.35
		Commitments		
		Off balance sheet exposure	**-**	19.51
93	**Tata Steel Utilities and Infrastructure Services Limited**	**Income**		
		Interest Income on Finance Lease	**0.24**	0.56
		Operating Lease rental	**3.67**	0.88
		Foreclosure Charges	**-**	0.03
		Other transactions		
		Finance Lease Facility provided during the year	**-**	3.12
		Finance Lease Facility repayment received during the year	**1.64**	1.11
		Security deposit received during the year	**-**	2.53
		Security deposit repaid / adjusted during the year	**-**	0.80
		Assets		
		Finance Lease Facility receivable	**1.65**	3.92
		Other Receivables	**0.35**	0.68
		Liabilities		
		Security deposit payable	**2.03**	2.03
		Commitments		
		Off balance sheet exposure	**-**	32.08

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
94	**Ideal Ice & Cold Storage Company Limited**	**Income** Interest Income on Finance Lease	**0.05**	0.06
		Other transactions Finance Lease Facility provided during the year Finance Lease Facility repayment received during the year	**-** **0.13**	0.57 0.12
		Assets Finance Lease Facility receivable	**0.32**	0.46
95	**Piem Hotels Limited**	**Expenses** Staff Welfare expenses Advertising expenses	**0.03** **0.02**	0.25 -
96	**United Hotels Limited**	**Income** Interest Income on Finance Lease	**0.04**	0.06
		Expenses Staff Welfare expenses	**-**	0.01
		Other transactions Finance Lease Facility provided during the year* Finance Lease Facility repayment received during the year	**-** **0.07**	- 0.06
		Assets Finance Lease Facility receivable	**0.22**	0.28
97	**Roots Corporation Limited**	**Expenses** Staff Welfare expenses	**0.04**	0.04
98	**Fiora Hypermarket Limited**	**Expenses** Commission expenses Staff Welfare expenses	**0.02** **1.68**	0.08 0.58
		Other transactions Payments towards Net Settlement Reward points	**3.32**	4.40
99	**TACO Air International Thermal Systems Private Limited**	**Income** Operating Lease rental	**0.30**	0.26
		Assets Other Receivables	**0.16**	0.20
		Liabilities Security deposit payable	**0.18**	0.18

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
100	**Tata Boeing Aerospace Limited**	**Income**		
		Interest Income on Finance Lease	**0.02**	0.01
		Other transactions		
		Finance Lease Facility provided during the year	**0.10**	0.11
		Finance Lease Facility repayment received during the year	**0.04**	0.03
		Security deposit received during the year	**-**	0.02
		Assets		
		Finance Lease Facility receivable	**0.17**	0.11
		Liabilities		
		Security deposit payable	**0.02**	0.02
101	**Tata Lockheed Martin Aerostructures Limited**	**Income**		
		Interest Income on Finance Lease	**0.05**	0.05
		Other transactions		
		Finance Lease Facility provided during the year	**-**	0.44
		Finance Lease Facility repayment received during the year	**0.15**	0.14
		Security deposit received during the year	**-**	0.02
		Assets		
		Finance Lease Facility receivable	**0.26**	0.42
		Liabilities		
		Security deposit payable	**0.02**	0.02
102	**Tata Sikorsky Aerospace Limited**	**Income**		
		Interest Income on Finance Lease	**0.08**	0.09
		Other transactions		
		Finance Lease Facility provided during the year	**0.10**	0.43
		Finance Lease Facility repayment received during the year	**0.21**	0.32
		Security deposit received during the year	**-**	0.02
		Assets		
		Finance Lease Facility receivable	**0.52**	0.60
		Liabilities	**0.02**	0.02
		Security deposit payable		
		Commitments		
		Off balance sheet exposure	**7.37**	-
103	**Tata Precision Industries (India) Limited**	**Income**		
		Interest Income on Loan	**0.09**	0.10
		Other transactions		
		Loan repayment received during the year	**0.19**	0.19
		Assets		
		Loan balance receivables	**0.58**	0.77

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
104	**Industrial Minerals and Chemicals Company Private Limited (Ceased w.e.f. 04.01.2023)**	**Income** Interest Income on Loan Management Fees	 - -	 0.80 0.02
		Other transactions Loan given during the year	-	25.50
105	**Air India SATS Airport Services Private Ltd.**	**Income** Operating Lease rental	**2.77**	0.06
		Other Transactions Purchase of Fixed Assets	**16.25**	-
		Assets Other Receivables	**1.53**	0.06
		Commitments Off balance sheet exposure	-	41.33
106	**Supermarket Grocery Supplies Private Limited**	**Other transactions** Investment in Equity during the year	-	97.20
		Assets Investment in equity shares	**103.27**	103.27
107	**NourishCo Beverages Ltd.**	**Income** Interest Income on Finance Lease	**0.01**	-
		Other transactions Finance Lease Facility provided during the year Finance Lease Facility repayment received during the year*	**0.17** -	- -
		Assets Finance Lease Facility receivable	**0.17**	-
108	**Tata Motors Body Solutions Limited**	**Income** Operating Lease rental	**0.01**	-
		Assets Other Receivables	**0.01**	-
109	**Tata Consulting Engineers Limited**	**Other transactions** Interest paid on Non Convertible Debentures Paid towards redemption of Non Convertible Debentures	**1.27** **15.00**	0.36 -
		Liabilities Payable towards Non Convertible Debentures	**45.00**	5.00

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
110	**Tata Investment Corporation Limited**	**Expenses**		
		Dividend paid on equity shares	**1.64**	1.24
		Other transactions		
		Interest paid on Non Convertible Debentures	**3.56**	3.56
		Equity shares issued (including Securities Premium)	**43.98**	13.04
		Liabilities		
		Payable towards Non Convertible Debentures	**40.00**	40.00
		Equity shares held	**80.68**	78.16
111	**Emerald Haven Realty Limited**	**Income**		
		Interest Income on Loan	**10.95**	10.37
		Management Fees	**-**	0.62
		Other transactions		
		Loan given during the year	**-**	110.10
		Loan repayment received during the year	**39.85**	41.77
		Assets		
		Loan balance receivables	**70.72**	111.57
112	**Silly Point Productions LLP**	**Expenses**		
		Advertising expenses*	**-**	-
		Assets		
		Other Receivables*	**-**	-
113	**CMS IT Services Private Limited**	**Income**		
		Other Income	**0.03**	-
114	**Logicserve Digital Private Limited (Ceased w.e.f. 28.11.2023)**	**Expenses**		
		Professional Fees	**0.05**	-
115	**Procam International Private Limited (Ceased w.e.f. 15.01.2024)**	**Expenses**		
		Staff Welfare expenses	**0.06**	-
116	**Rallis India Limited**	**Income**		
		Other Income*	**-**	-
117	**TPL - IAV VOZ CPRR Joint Venture**	**Income**		
		Interest Income on Finance Lease	**0.34**	-
		Operating Lease rental	**1.10**	-
		Other transactions		
		Finance Lease Facility provided during the year	**3.47**	-
		Finance Lease Facility repayment received during the year	**0.53**	-
		Assets		
		Finance Lease Facility receivable	**3.12**	-

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
118	**Tata Coffee Staff Provident Fund Trust (Ceased w.e.f. 28.02.2024)**	**Other transactions** Interest paid on Non Convertible Debentures	**0.53**	0.83
		Liabilities Payable towards Non Convertible Debentures	**-**	9.20
119	**Rallis India Limited Provident Fund**	**Other transactions** Interest paid on Non Convertible Debentures	**0.29**	0.29
		Liabilities Payable towards Non Convertible Debentures	**2.90**	2.90
120	**Tata Steel Ltd Provident Fund**	**Other transactions** Interest paid on Non Convertible Debentures	**0.47**	1.59
		Liabilities Payable towards Non Convertible Debentures	**17.30**	17.30
121	**Tata Chemicals Ltd Provident Fund**	**Other transactions** Interest paid on Non Convertible Debentures Paid towards redemption of Non Convertible Debentures	**1.56** **2.00**	1.93 -
		Liabilities Payable towards Non Convertible Debentures	**17.90**	19.90
122	**Tata Power Consolidated Provident Fund**	**Other transactions** Interest paid on Non Convertible Debentures	**1.42**	1.42
		Liabilities Payable towards Non Convertible Debentures	**16.30**	16.30
123	**Tata Tea Limited Staff Pension Fund**	**Other transactions** Interest paid on Non Convertible Debentures	**0.77**	0.76
		Liabilities Payable towards Non Convertible Debentures	**17.20**	8.00
124	**Tata Steel Long product Limited employees providend fund trust**	**Other transactions** Interest paid on Non Convertible Debentures	**0.22**	0.22
		Liabilities Payable towards Non Convertible Debentures	**2.30**	2.30
125	**Titan Industries Gratuity Fund**	**Other transactions** Interest paid on Non Convertible Debentures	**1.48**	1.08
		Liabilities Payable towards Non Convertible Debentures	**17.10**	17.10
126	**Taj Residency Employees Provident fund Trust (Bangalore unit)**	**Other transactions** Interest paid on Non Convertible Debentures	**0.05**	0.05
		Liabilities Payable towards Non Convertible Debentures	**0.50**	0.50

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
127	The Tinplate Company of India Ltd. Gratuity Fund	**Other transactions** Interest paid on Non Convertible Debentures	**0.10**	0.10
		Liabilities Payable towards Non Convertible Debentures	**1.10**	1.10
128	The Tinplate Company Executive Staff Superannuation Fund	**Other transactions** Interest paid on Non Convertible Debentures	**0.04**	0.04
		Liabilities Payable towards Non Convertible Debentures	**0.50**	0.50
129	The Provident Fund of The Tinplate Company of India Ltd	**Other transactions** Interest paid on Non Convertible Debentures	**0.14**	0.14
		Liabilities Payable towards Non Convertible Debentures	**1.60**	1.60
130	Titan Watches Provident Fund	**Other transactions** Interest paid on Non Convertible Debentures	**2.68**	2.68
		Liabilities Payable towards Non Convertible Debentures	**32.80**	32.80
131	Voltas Managerial Staff Provident Fund	**Other transactions** Interest paid on Non Convertible Debentures	**0.90**	0.43
		Liabilities Payable towards Non Convertible Debentures	**11.30**	4.80
132	Tata Communications Employee's Provident Fund Trust	**Other transactions** Interest paid on Non Convertible Debentures Paid towards redemption of Non Convertible Debentures	**0.78** **4.50**	1.47 -
		Liabilities Payable towards Non Convertible Debentures	**10.40**	14.90
133	Tata Elxsi (India) Ltd. Employees Provident Fund	**Other transactions** Interest paid on Non Convertible Debentures	**1.81**	1.89
		Liabilities Payable towards Non Convertible Debentures	**23.50**	23.50
134	Tata Sons Consolidated Provident Fund	**Other transactions** Interest paid on Non Convertible Debentures	**0.28**	0.28
		Liabilities Payable towards Non Convertible Debentures	**2.80**	2.80
135	Tata Sons Consolidated Superannuation Fund	**Other transactions** Interest paid on Non Convertible Debentures Paid towards redemption of Non Convertible Debentures	**0.26** **2.35**	0.26 -
		Liabilities Payable towards Non Convertible Debentures	**-**	2.35

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
136	Tata Sons Limited H.O. Employees' Gratuity Fund	**Other transactions** Interest paid on Non Convertible Debentures	**0.01**	0.01
		Liabilities Payable towards Non Convertible Debentures	**0.10**	0.10
137	Tata International Limited Gratuity Fund	**Other transactions** Interest paid on Non Convertible Debentures	**0.20**	0.10
		Liabilities Payable towards Non Convertible Debentures	**2.00**	2.00
138	Tata Metaliks Ltd Employees Provident fund	**Other transactions** Interest paid on Non Convertible Debentures Paid towards redemption of Non Convertible Debentures	**0.02** **0.15**	0.02 -
		Liabilities Payable towards Non Convertible Debentures	**-**	0.15
139	The Indian Hotels Company Limited Employees Provident Fund	**Other transactions** Interest paid on Non Convertible Debentures	**0.03**	0.03
		Liabilities Payable towards Non Convertible Debentures	**0.30**	0.30
140	Voltas Limited Employees' Superannuation Scheme	**Other transactions** Interest paid on Non Convertible Debentures	**0.01**	0.01
		Liabilities Payable towards Non Convertible Debentures	**1.80**	0.10
141	Voltas Limited Provident Fund	**Other transactions** Interest paid on Non Convertible Debentures	**0.06**	0.06
		Liabilities Payable towards Non Convertible Debentures	**2.10**	0.70
142	Tata Industries Superannuation Fund Trust	**Other transactions** Interest paid on Non Convertible Debentures Paid towards redemption of Non Convertible Debentures	**0.17** **1.40**	0.21 -
		Liabilities Payable towards Non Convertible Debentures	**0.60**	2.00
143	TCE Employees' Providend Fund	**Other transactions** Interest paid on Non Convertible Debentures	**0.09**	0.09
		Liabilities Payable towards Non Convertible Debentures	**1.00**	1.00

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Sr No	Party Name	Nature of Transactions	FY 23-24	FY 22-23
144	Tata Investment Corporation Limited- Provident Fund	**Other transactions**		
		Interest paid on Non Convertible Debentures	**0.05**	0.05
		Liabilities		
		Payable towards Non Convertible Debentures	**0.50**	0.50
145	Relative of KMP's	**Expenses**		
		Dividend paid on Cumulative Redeemable Preference shares	**-**	0.01
		Other transactions		
		Interest paid on Non Convertible Debentures	**0.03**	0.03
		Paid towards redemption of Non Convertible Debentures	**0.05**	0.50
		Liabilities		
		Payable towards Non Convertible Debentures	**0.24**	0.29
146	Key managerial personnel (KMP)	**Remuneration to KMP**		
		Short Term Employee Benefits	**28.26**	16.95
		Post Employment Benefits	**0.49**	0.45
		Expenses		
		Dividend paid on Cumulative Redeemable Preference shares	**0.04**	0.01
		Dividend paid on equity shares	**0.01**	0.01
		Other transactions		
		Share based payments (No. of Shares)		
		Options granted till date	**1,00,10,545**	91,53,555
		Options exercised till date	**8,19,518**	2,17,772
		Redemption of Cumulative Redeemable Preference shares	**-**	1.00
		Interest paid on Non Convertible Debentures	**0.05**	0.05
		Equity shares issued (including Securities Premium)	**0.28**	-
		Liabilities		
		Payable towards Non Convertible Debentures	**0.52**	0.52
		Cumulative Redeemable Preference shares held	**0.50**	-
		Equity shares held	**0.80**	0.35

Notes:

a) * less than ₹ 1 lakh

b) Expected credit loss provision for parties listed above have not been considered as provision for doubtful debts, hence not disclosed

c) The remuneration of directors and key executives is determined by the remuneration committee having regard to the performance of individuals and market trends. The above figures do not include provisions for encashable leave, gratuity and premium paid for group health insurance, as separate actuarial valuation / premium paid are not available.

d) The above related party transactions are at Arm's length and in the ordinary course of business.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

44. Earnings per Share (EPS):

Particulars		For the year ended March 31, 2024	For the year ended March 31, 2023
Profit after tax	₹ in crore	**2,492.45**	2,321.10
Profit after tax attributable to parent company	₹ in crore	**2,492.45**	2,321.10
Weighted average number of equity shares in computing Basic / Diluted earnings per share	Nos.	**3,67,64,72,629**	3,58,89,00,053
Face value of equity shares	₹	**10**	10
Earnings per share (Basic and Diluted)	₹	**6.78**	**6.47**

45. Movement in provisions against Standard Assets (stage I & II) during the year is as under:

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Opening Balance	**1,214.71**	1,237.43
Add : Additions during the year	**721.16**	607.70
Less : Utilised during the year	**(729.75)**	(630.42)
Closing Balance	**1,206.12**	**1,214.71**

46. Movement in other provisions during the year is as under: (₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Opening Balance	**23.56**	21.58
Add : Additions during the year (net)	**7.01**	1.98
Closing Balance	**30.57**	**23.56**

47. The company has earned commission from non-life insurance companies amounting to ₹ 41.56 crore (March 31, 2023 : ₹ 10.79 crore) and from life insurance companies amounting to ₹ 75.74 crore (March 31, 2023 : ₹ 7.35 crore)

48. The value of a unhedged foreign currency transaction for Letter of Credit and Buyers Credit as on March 31, 2024 is ₹ 0.37 crore (March 31, 2023 : ₹ Nil) is on account of assets acquired to be given on operating lease/finance lease/synthetic lease to the customers.

49. During the current year, Tata Capital Financial Services Limited ("TCFSL"), a wholly owned subsidiary of the Company and Tata Cleantech Capital Limited ("TCCL"), a subsidiary of the Company has been merged with Tata Capital Limited (refer note 53).

The Figures for the current financial year under the disclosure as required in RBI Master Directions represents the figures of the Amalgamated Company from the appointed date April 01, 2023. The figures/ratios for the previous financial year are same as disclosed in the previous year audited financial Statement of the company, hence figures/ratios for the current year ended March 31, 2024 are not comparable with figures for the previous year ended March 31, 2023.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

50. The disclosures as required by the NBFC Master Directions and Disclosures in Financial Statements- Notes to Accounts of NBFCs as issued by RBI (Disclosures are made as per Ind AS financial statements except otherwise stated)

a) Capital to Risk Assets Ratio (CRAR)

Particulars	As at March 31, 2024	As at March 31, 2023*
CRAR (%)	**16.72%**	64.34%
CRAR – Tier I Capital (%)	**11.86%**	NA
CRAR – Tier II Capital (%)	**4.86%**	NA
Amount of subordinated debt raised as Tier-II Capital	**1,491**	NA
Amount raised by issue of Perpetual Debt Instruments	**-**	-

*Refer note 49

b) Asset Liability Management

Maturity pattern of certain items of Assets and Liabilities.

As on March 31, 2024

(₹ in crore)

Particulars	Liabilities			Assets		
	Borrowings from Banks	Market Borrowings	Foreign Currency Borrowings	Advances	Investments	Foreign Currency Assets
1 day to 7 days	121.59	47.87	-	2,904.25	3,103.61	-
8 days to 14 days	120.67	-	9.60	1,486.57	-	-
15 days to 30 / 31 days	992.87	954.16	26.56	3,656.95	-	-
Over One months to 2 months	1,406.41	2,777.53	139.64	6,413.30	-	-
Over 2 months upto 3 months	3,880.98	3,144.34	7.67	3,039.63	-	-
Over 3 months to 6 months	7,454.81	3,777.77	1.12	6,871.83	-	-
Over 6 months to 1 year	7,612.22	3,349.79	76.35	15,609.69	-	-
Over 1 year to 3 years	18,320.56	13,203.51	9,115.18	27,720.16	26.76	-
Over 3 years to 5 years	2,070.76	8,345.30	563.33	12,698.97	-	-
Over 5 years	2,725.77	10,667.95	-	26,035.57	6,362.60	108.07
Total	**44,706.64**	**46,268.22**	**9,939.45**	**106,436.92**	**9,492.97**	**108.07**

Classification of assets and liabilities under the different maturity buckets is based on the same estimates and assumptions as used by the company for Compiling the return submitted to RBI

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

As on March 31, 2023*

(₹ in crore)

Particulars	Liability			Assets		
	Borrowings from Banks	Market Borrowings	Other Financial liabilities	Advances	Investments	Other Financial asset
1 day to 7 days	-	-	0.02	-	1,005.50	-
8 days to 14 days	-	-	-	220.99	-	-
15 days to 30 / 31 days	-	611.45	-	220.99	-	-
Over One months to 2 months	-	390.98	-	-	-	-
Over 2 months upto 3 months	-	286.75	-	-	-	-
Over 3 months to 6 months	-	340.00	48.67	-	-	-
Over 6 months to 1 year	-	1,321.23	-	-	-	-
Over 1 year to 3 years	-	1,443.23	45.46	-	-	5.75
Over 3 years to 5 years	-	-	-	-	-	-
Over 5 years	-	-	-	-	13,592.99	-
Total	**-**	**4,393.64**	**94.15**	**441.98**	**14,598.49**	**5.75**

*Refer note 49

Classification of assets and liabilities under the different maturity buckets is based on the same estimates and assumptions as used by the company for Compiling the return submitted to RBI

c) The disclosures as required by the Master Direction - Monitoring of frauds in NBFCs issued by RBI dated 29 September 2016

The company has reported 13 instances of fraud aggregating ₹ 11.80 crore (March 31, 2023 : 18 instances of fraud aggregating ₹ 4.47 crore) based on management reporting to risk committee and to the RBI through prescribed returns. The nature of fraud involved is misappropriation of funds, cheating and forgery. Further company has reported 12 instances of fraud aggregating to ₹ 7.59 crore in April 2024, these cases has been fully provided for as on March 31, 2024.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

d) Disclosure of details as required by Notification No. RBI/DNBR/2016-17/45 Master Direction DNBR. PD.008/03.10.119/2016-17 dated September 01, 2016 as amended under Master Direction - Non-Banking Financial Company - Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 :

Liabilities Side:

(₹ in crore)

Particulars	Amount Outstanding		Amount Overdue	
	As at March 31, 2024	As at March 31, 2023*	As at March 31, 2024	As at March 31, 2023*
1) Loans and advances availed by NBFC inclusive of interest accrued thereon but not due				
a) Debentures: (other than those falling within the meaning of public deposit)				
- Secured	**30,258.54**	**-**	-	-
- Unsecured	**9,197.50**	**2,091.55**	-	-
b) Cumulative Redeemable Preference Shares	**795.39**	**-**		
c) Term Loans	**51,062.49**	**-**	-	-
d) Inter-corporate loans and borrowing	**40.96**	**-**	-	-
e) Commercial Paper	**5,975.83**	**1,231.96**	-	-
f) Other loans (Compulsorily Convertible Cumulative Preference share)	**-**	**1,070.13**	-	-
g) Loan from Bank	**-**	**-**	-	-
- Working Capital Demand Loan	**3,583.60**	**-**	-	-

*Refer note 49

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Assets side:

(₹ in crore)

Particulars	Amount Outstanding	
	2023-24	2022-23*
2) Break up of loans and advances including bills receivables # (other than those included in (3) below)		
- Secured (Gross)	**49,414.61**	-
- Unsecured (Gross)	**37,365.42**	465.32
3) Break up of Leased Assets and stock on hire and other assets counting towards AFC activities		
a) Lease assets including lease rentals under sundry debtors:		
- Financial Lease		
- Operating Lease	**523.72**	-
b) Stock on hire including hire charges under sundry debtors		
- Financial Lease	**-**	-
- Repossessed assets		
c) Other loans counting towards Asset Financing Company activities		
- Loans where assets have been repossessed	**20,201.57**	-
- Other loans		

* Refer note 49

\# Breakup of loans and advances does not include unamortised loan sourcing costs amounting to ₹ 349.40 crore (March 31, 2023 : ₹ Nil) and revenue received in advance ₹ 545.30 crore (March 31, 2023 : ₹ Nil) .

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(₹ in crore)

Particulars	Amount Outstanding	
	2023-24	2022-23*
4) Break up of Investments		
Current Investments:		
a) Quoted:		
- Shares: Equity	**8.93**	-
Preference	**-**	-
- Units of Mutual Funds	**75.56**	-
- Others Treasury bills	**77.75**	-
b) Unquoted:	**-**	-
Long-Term Investments:	**-**	-
a) Quoted:	**-**	-
- Shares: Equity	**32.82**	2.39
Preference	**-**	-
- Units of Mutual Funds	**26.76**	-
- Government Securities	**2,950.30**	-
b) Unquoted:	**-**	-
- Shares: Equity	**5,964.57**	13,287.79
Preference	**20.00**	-
- Units of Mutual Funds	**-**	1,005.50
- Others (Venture Capital/AIF units)	**336.28**	302.81

*Refer note 49

5) Borrower group - wise classification of assets financed as in (2) and (3) above

(₹ in crore)

Particulars	Secured		Unsecured		Total	
	2023-24	2022-23*	2023-24	2022-23*	2023-24	2022-23*
a) Related parties						
(i) Subsidiaries	**-**	**-**	**-**	448.71	**-**	448.71
(ii) Companies in the same group	**466.69**	**-**	**209.74**	0.04	**676.43**	0.04
(iii) Other related parties	**71,433.32**	**-**	**-**	0.36	**-**	0.36
b) Other than related parties			**37,155.68**	16.21	**108,589.00**	16.21
TOTAL	**71,900.01**	**-**	**37,365.42**	**465.32**	**109,265.43**	**465.32**

*Refer note 49

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

6) Investor group-wise classification of all investments (current and long-term) in shares and securities (both quoted and unquoted)

(₹ in crore)

Particulars	Market Value/Break up or fair value or NAV		Book Value (Net of Provisions)	
	2023-24	2022-23*	2023-24	2022-23*
a) Related parties				
i) Subsidiaries	**7,953.33**	17,636.22	**4,070.56**	10,888.18
ii) Companies in the same group	**2,192.21**	2,745.74	**2,190.84**	2,675.04
b) Other than related parties	**3,190.74**	1,034.62	**3,231.57**	1,035.27
TOTAL	**13,336.28**	**21,416.58**	**9,492.97**	**14,598.49**

*Refer note 49

7) Other Information

(₹ in crore)

Particulars	2023-24	2022-23*
a) Gross Non-Performing Assets		
1) Related parties	**-**	-
2) Other than related parties	**1,870.43**	-
b) Net Non-Performing Assets		
1) Related parties	**-**	-
2) Other than related parties	**404.51**	-
c) Assets acquired in satisfaction of debt	**-**	-

*Refer note 49

e) Disclosure of Restructured Accounts As on March 31, 2024 (₹ in crore)

Sr. No	Type of Restructuring		CDR[4]	SME Debt[5]	Others					Total				
	Asset Classification		Total	Total	Standard	Sub-standard	Doubtful	Loss	Total	Standard	Sub-standard	Doubtful	Loss	Total
	Details													
1	Restructured accounts as on 1st April, 2023 (Opening figures)*	No. of borrowers	-	-	8,001.00	2,353.00	1,270.00	-	11,624.00	8,001.00	2,353.00	1,270.00	-	**11,624.00**
		Amt. outstanding	-	-	1,184.71	241.54	137.15	-	1,563.40	1,184.71	241.54	137.15	-	**1,563.40**
		Provision thereon	-	-	253.85	190.22	133.89	-	577.96	253.85	190.22	133.89	-	**577.96**
2	Fresh restructuring during the year	No. of borrowers	-	-	-	14.00	2.00	-	16.00	-	14.00	2.00	-	**16.00**
		Amt. outstanding	-	-	17.35	3.02	0.64	-	21.01	17.35	3.02	0.64	-	**21.01**
		Provision thereon	-	-	1.41	2.55	0.54	-	4.50	1.41	2.55	0.54	-	**4.50**
3	Upgradations of restructured accounts to Standard category	No. of borrowers	-	-	53.00	(38.00)	(15.00)	-	-	53.00	(38.00)	(15.00)	-	**-**
		Amt. outstanding	-	-	19.68	(16.69)	(7.05)	-	(4.06)	19.68	(16.69)	(7.05)	-	**(4.06)**
		Provision thereon	-	-	4.01	(9.11)	(6.92)	-	(12.02)	4.01	(9.11)	(6.92)	-	**(12.02)**
4	Restructured advances which ceases to attract higher provisioning and/ or additional risk weight at the end of the FY and hence need not be shown as restructured standard advances at the beginning of the next FY	No. of borrowers	-	-	(360.00)	(16.00)	(12.00)	-	(388.00)	(360.00)	(16.00)	(12.00)	-	**(388.00)**
		Amt. outstanding	-	-	(16.27)	(0.30)	(2.14)	-	(18.71)	(16.27)	(0.30)	(2.14)	-	**(18.71)**
		Provision thereon	-	-	(4.82)	(0.30)	(1.26)	-	(6.38)	(4.82)	(0.30)	(1.26)	-	**(6.38)**
5	Downgradations of restructured accounts during the FY	No. of borrowers	-	-	(1,010.00)	(345.00)	1,354.00	1.00	-	(1,010.00)	(345.00)	1,354.00	1.00	**-**
		Amt. outstanding	-	-	(92.06)	(53.47)	130.20	0.74	(14.59)	(92.06)	(53.47)	130.20	0.74	**(14.59)**
		Provision thereon	-	-	(27.33)	(48.26)	126.54	0.74	51.69	(27.33)	(48.26)	126.54	0.74	**51.69**
6	Write-offs / settlements / recoveries of restructured accounts during the FY	No. of borrowers	-	-	(1,948.00)	(999.00)	(961.00)	-	(3,908.00)	(1,948.00)	(999.00)	(961.00)	-	**(3,908.00)**
		Amt. outstanding	-	-	(373.56)	(86.21)	(68.48)	-	(528.25)	(373.56)	(86.21)	(68.48)	-	**(528.25)**
		Provision thereon	-	-	(104.04)	(73.85)	(67.71)	-	(245.60)	(104.04)	(73.85)	(67.71)	-	**(245.60)**
7	Restructured accounts as on 31st Mar, 2024 (Closing figures)*	No. of borrowers	-	-	**4,736.00**	**969.00**	**1,638.00**	**1.00**	**7,344.00**	**4,736.00**	**969.00**	**1,638.00**	**1.00**	**7,344.00**
		Amt. outstanding	-	-	**739.85**	**87.89**	**190.32**	**0.74**	**1,018.80**	**739.85**	**87.89**	**190.32**	**0.74**	**1,018.80**
		Provision thereon	-	-	**123.08**	**61.25**	**185.08**	**0.74**	**370.15**	**123.08**	**61.25**	**185.08**	**0.74**	**370.15**

* Excluding the figures of Standard Restructured Advances which do not attract higher provisioning or risk weight (if applicable)

NOTES

1. Fresh Restructuring during the year' includes ₹ 19.9 crore of fresh / additional sanction (55 accounts and ₹ 3.04 crore provision thereto also) to existing restructured accounts.
2. 'Write offs of restructured accounts' includes ₹ 406 crore (2,791 accounts with provision of ₹ 121 crore) of reduction from existing restructured accounts by way of sale / recovery.
3. The above disclosure includes restructuring granted pursuant to Reserve Bank of India notification RBI/2020-21/16 DOR.No.BP.BC/3/21.04.048/2020-21 dated August 06, 2020 pertaining to Resolution Framework for COVID-19-related Stress (Refer Note 50i).
4. Under CDR Mechanism
5. Under SME Debt Restructuring Mechanism

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

f) Disclosure of details as required by Notification No. RBI/DoR/2023-24/106 Master Direction DoR.FIN. REC.No.45/03.10.119/2023-24 dated October 19, 2023 as amended under Master Direction - Reserve Bank of India (Non-Banking Financial Company - Scale Based Regulation) Directions, 2023

(i) The Company has following Registrations effective as on March 31, 2024 :

Issuing Authority	Registration No., if any	Date of registration	Valid upto	Registered as
Reserve Bank of India	N-13.02012	10-May-12	-	NBFC CIC *
Association of Mutual Fund of India	ARN No. 51479	3-Jan-24	2-Jan-27	Distributor of MF products (ARN)
Insurance Regulatory and Development Authority of India	CA 0896	22-Jan-24	21-Jan-27	Corporate Agent

*In accordance with the NOC received from RBI for the Scheme, the Certificates of Registration held by TCFSL and TCCL as NBFCs have been surrendered to RBI. The Company has made an application to RBI for registering as an NBFC-ICC and the Certificate of Registration for the same is awaited. Basis the NOC received from RBI for the Scheme, the Company is operating as an NBFC-ICC.

(ii) Ratings assigned by credit rating agencies and migration of ratings during the year

(i) Rating Assigned to	Short Term Debt, Long Term Debt, Perpetual Debt, Tier II Debt
(ii) Date of Rating	ICRA- March 26 2024, CARE- January 9, 2024, CRISIL- January 10, 2024, India Rating - January 10, 2024, Fitch - January 25, 2024, S&P Global - February 18, 2024.
(iii) Rating Valid up to	Till the Date of reaffirmation
(iv) Name of the Rating Agency	ICRA Limited (ICRA), CRISIL Limited (CRISIL), Credit Analysis and Research Limited (CARE), India Ratings & Research Private Limited (IND), Fitch, S&P Global
(v) Rating of products	
(a) Commercial Paper	ICRA A1+ , CRISIL A1+ , IND A1+ (no change in the rating)
(b) Debentures	Secured/Unsecured Non Convertible Debentures Current year : ICRA AAA (Stable), CRISIL AAA (Stable) and CARE AAA (Stable) (No change in rating) Secured Non Convertible Debentures - MLD Current year : CRISIL PP-MLD AAA (Stable) Tier II Debentures Current year :ICRA AAA (Stable), CRISIL AAA (Stable) and CARE AAA (Stable) (No change in rating) Perpetual Debentures Current year : CRISIL AA+(Stable), CARE AA+(Stable) and ICRA AA+(Stable) (No change in rating)
(c) Preference Shares	CRISIL AAA (Stable)
(d) Others	Short Term Bank Loans ICRA A1+ and IND AAA (Stable) (no change in the rating) Long Term Bank Loans Current year : ICRA AAA (Stable) and CRISIL AAA (Stable) (No change in rating)
(vi) International Rating	Long-term foreign and local-currency issuer default ratings - Fitch BBB- (Stable) Long-term issuer credit ratings - S&P Global BBB- (Stable) Short-term issuer credit ratings - S&P Global A-3 (Stable)

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(iii) The Company had inadvertently missed reporting the details of one ISIN pertaining to the Non-Convertible Debentures in the "Statement of Utilization of Issue Proceeds" submitted to the stock exchanges on February 13, 2024, along with the Financial Results for the quarter and nine months ended December 31, 2023, pursuant to Regulation 52(7)/ 52(7A) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The National Stock Exchange of India Limited ("NSE") vide its letter dated March 15, 2024, has levied a fine of ₹ 33,000/- for not reporting these details in the said Statement. The Company has paid the fine under protest and has filed a waiver application with NSE. Response from NSE is awaited.

(iv) Participation in currency futures & currency options
The Company has not undertaken any transaction during the current year and previous year for currency futures and currency options.

(v) Net profit or loss for the period, prior period items and changes in accounting policies
There are no prior period items which are impacting Company's current year profit and loss.

(vi) Provisions and Contingencies

Break up of 'Provisions and Contingencies' shown under the head Expenditure in the Statement of Profit and Loss (refer Note 1)	**FY 23-24**	**FY 22-23***
Provision for depreciation on Investments (net of fair value changes)	**1.35**	8.92
Impairment loss allowance (refer Note 2)	**219.77**	-
Provision against assets held for sale	**(31.30)**	-
Provision against other doubtful advances	**23.13**	-
Provision against derivative current credit exposure	**0.10**	-
Provision made towards Income tax	**716.18**	165.13
Other Provision and Contingencies (with details):		
- Provision for Employee Benefits	**7.01**	-
- Provision for Standard Assets	**(7.44)**	(2.71)
Total	**928.80**	**171.34**

*Refer note 49

Note :

1. The Company has assessed its obligations arising in the normal course of business, including pending litigations, proceedings pending with tax authorities and other contracts including derivative and long term contracts. In accordance with the provisions of IndAS 37 on 'Provisions, Contingent Liabilities and Contingent Assets', the Company recognises a provision for material foreseeable losses when it has a present obligation as a result of a past event and it is probable that an outflow of resources will be required to settle the obligation, in respect of which a reliable estimate can be made. In cases where the available information indicates that the loss on the contingency is reasonably possible but the amount of loss cannot be reasonably estimated, a disclosure to this effect is made separately as contingent liabilities in the notes to the accounts forming part of the financial statements (refer Note no 42(i)).

   The Company does not expect the outcome of these proceedings to have a materially adverse effect on its financial statements.

2. The Company has not availed relief in the classification and provision for non-performing assets against the exposure to micro, small and medium borrowers registered under Goods and Service Tax as provided by RBI through its circular no. RBI/2017-18/129 DBR.No.BP.BC.100/21.04.048/2017-18 dated February 7, 2018.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(vii) Concentration of Advances & Exposures stood as follows:

Advances# (₹ in crore)

Particulars	FY 23-24	FY 22-23*
Total Advances to twenty largest borrowers	**11,428.15**	-
Percentage of Advances to twenty largest borrowers to Total Advances of the NBFC	**10.46%**	-

Includes Loans, Advances & Credit Substitutes (Advance includes interest accrued but not due)

*Refer note 49

Exposure^ (₹ in crore)

Particulars	FY 23-24	FY 22-23*
Total Exposure to twenty largest borrowers	**16,584.51**	-
Percentage of Exposure to twenty largest borrowers to Total Exposure of the NBFC **	**13.00%**	-

*Refer note 49

^Includes Loans, Advances, Credit Substitutes & Investment in Equity Shares, Preference Shares, Security Receipts & Mutual Funds (including sanctioned part disbursed)

** Total Exposure includes off balance sheet exposure and interest accrued but not due (refer note 42 (ii))

(viii) Overseas Assets

Name of Subsidiary	Country	As on March 31, 2024	As on March 31, 2023
Tata Capital Pte. Limited	Singapore	**$ 86.56 million**	$ 87.98 million

The Company has not sponsored any SPVs. Accordingly there is no disclosure applicable

(ix) Details of Assignment transactions undertaken by NBFCs:

(₹ in crore)

S No.	Particulars	FY 23-24	FY 22-23 *
1	No. of accounts	**8**	-
2	Aggregate value (net of provisions) of accounts sold	**527.70**	-
3	Aggregate consideration	**529.41**	-
4	Additional consideration realized in respect of accounts transferred in earlier years	**Nil**	-
5	Aggregate gain / loss over net book value	**0.34**	-

Note: During the previous year, 10 accounts having aggregate value (net of provision) of ₹ 637.97 crore has been sold at the consideration of ₹ 630.12 crore by TCFSL and TCCL

* Refer note 49

(x) (a) Non Performing Assets purchased during the year - ₹ Nil (Previous Year : ₹ Nil).
(b) Details of Non Performing Assets sold during the year - ₹ Nil (Previous Year : ₹ Nil).

(xi) No Parent Company Products are financed during the year (Previous Year : ₹ Nil).

(xii) The Exposure to a single borrower and group of borrower does not exceed the limit stipulated by the RBI Concentration norms applicable to NBFCs.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(xiii) The Exposure to Unsecured Advances is ₹ 37,697.86 crore (Year ended March, 31, 2023 : ₹ 27,348.37 crore) constituting 34.50% of the Total Loans and Advances. The Exposure to Secured Loans includes ₹ Nil towards a Loan given against security in the nature of intangible asset.

(xiv) **Concentration of NPAs**

(₹ in crore)

Particulars	March 31, 2024	March 31, 2023*
Total Exposure to top four NPA accounts	**141.89**	-

*Refer note 49

(xv) Sector-wise NPAs

Sl. No.	Sector	Percentage of NPAs to Total Advances in that sector	
		March 31, 2024	March 31, 2023*
1	Agriculture & allied activities (refer Note 1)	**96.70%**	-
2	MSME (refer Note 2)	**1.31%**	-
3	Corporate borrowers (refer Note 3)	**0.55%**	-
4	Services (refer Note 4)	**0.32%**	-
5	Unsecured personal loans (refer Note 5)	**4.33%**	-
6	Auto loans (refer Note 6)	**0.63%**	-
7	Other personal loans (refer Note 7)	**2.38%**	-

*Refer note 49

Note:

1) includes tractor and agri-allied loans (discontinued business).
2) includes borrowers classified as per the Master Direction FIDD.MSME & NFS. BC.No.3/06.02.31/2020-21 dated July 02, 2020.
3) includes borrowers classified as Industry excluding the MSME.
4) includes borrowers classified as Services excluding the MSME.
5) unsecured Personal loans include: Business Loans, Micro Loans, Personal loans, Rural Individual loan, Education loan unsecured
6) auto loans include: Auto New, Auto used, Two-wheeler Loans and Corporate CV
7) other Personal Loans include : Loan against Property, Loan against Shares, Consumer Durables and Education loan secured

(xvi) Since the Company does not have significant uncertainties pending resolutions as at March 31, 2024, revenue recognition has not been postponed.

(xvii) Drawdown of reserves made during current year of ₹ 74.76 crore is on account of Interim Dividend and share issue expenses (March 31, 2023 : ₹ 56.32 crore)

(xviii) The disclosure of the Concentration of Deposits taken is not applicable since the Company is not in the business of accepting deposits being a Systemically Important Non Deposit Accepting NBFC.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(xix) Derivative Instruments Exposures:

Derivative positions open as at March 31, 2024 and March 31, 2023 in the form of foreign currency forward exchange contract and interest rate swap are disclosed below. These transactions were undertaken to act as economic hedges for the Company's exposures to various risks in foreign exchange markets and qualify or can be designated as hedging instruments. The accounting for these transactions is stated in note 2 (xi).

Forward exchange contracts (being derivative instrument), which are not intended for trading or speculation purposes but for hedge purposes to establish the amount of reporting currency required or available at the settlement date at certain payables and receivables. Interest rate swap is entered to establish the fixed rate of interest payable towards the external commercial borrowing.

The Company does not hold any derivative instrument which are intended for trading or speculation as on the reporting date.

Outstanding foreign exchange forward contracts and interest rate swap entered into by the Company:

Particulars	Buy / Sell	For the Year ended March 31, 2024			For the Year ended March 31, 2023*		
		USD (Mio)	JPY (Mio)	₹ In crore	USD (Mio)	JPY (Mio)	₹ In crore
Foreign exchange forward contracts i.e. Notional principal of Swap Agreements (Foreign currency amount payable at future date *Closing exchange rate)	Buy	**132.28**	**10,294.43**	**1,669.47**	-	-	-
Interest rate swap contract i.e. Notional principal of Swap Agreements (Foreign Currency borrowings* Closing exchange rate)	Buy	**-**	**-**	**-**	-	-	-
Cross currency swap contract i.e. Notional principal of Swap Agreements (Foreign Currency borrowings* Closing exchange rate)	Buy	**985.00**	**-**	**8,209.64**	-	-	-
Cap option i.e. Notional principal of Swap Agreements (Foreign Currency borrowings* Closing exchange rate)	Buy	**-**	**-**	**-**	-	-	-
Losses which would be incurred if counterparties failed to fulfil their obligations under the agreements	Buy	**-**	**-**	**-**	-	-	-
Collateral required by the NBFC upon entering into swaps	Buy	**-**	**-**	**-**	-	-	-
Concentration of credit risk arising from the swaps $	Buy	**-**	**-**	**-**	-	-	-
The fair value gain/(loss) of the foreign exchange forward contract	Buy	**-**	**-**	**-**	-	-	-
The fair value loss of the interest rate swap	Buy	**-**	**-**	**-**	-	-	-
The fair value loss of the cap option	Buy	**-**	**-**	**-**	-	-	-
The fair value gain/(loss) Net of the Cross currency swap contract	Buy	**-**	**-**	**29.20**	-	-	-

*Refer note 49

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Disclosures on Risk Exposure in Derivatives

A. Qualitative Disclosure

The Company has a risk management policy to enter into derivatives to manage the risk associated with external commercial borrowings. The following table highlights the key aspects of the policy:

a) Treasury and Risk function is authorised to elect appropriate derivative instrument:,
b) The Company shall fully hedge the risk on account of foreign currency fluctuation and change interest rate towards external commercial borrowing;
c) The Company has put in place a reporting and monitoring mechanism for the risk associated with the derivative transaction;
d) Company has a hedging policy in place which mandates to have a hedge relation established before a derivative transaction is entered into. The Company ensures that the hedging effectiveness is monitored continuously during the life of the derivative contract;

B. Quantitative Disclosure

(₹ in crore)

Particulars	Currency Derivatives		Interest Rate Derivatives	
	2023-24	2022-23*	2023-24	2022-23*
(i) Derivatives (Notional Principal Amount)	**9,879.11**	-	**-**	-
(ii) Marked to Market Positions				
(a) Assets (+)	**165.52**	-	**26.92**	-
(b) Liability (-)	**(39.75)**	-	**-**	-

*Refer note 49

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(xx) NPA Movement during the year

(₹ in crore)

Particulars	FY 23-24	FY 22-23*
(i) Net NPAs to Net Advances (%)	**0.38%**	**-**
(ii) Movement of NPAs (Gross)		
(a) Opening balance	**1,474.52**	-
(b) Additions during the year	**1,067.67**	-
(c) Reductions during the year	**(671.76)**	-
(d) Closing balance	**1,870.43**	-
(iii) Movement of provisions for NPAs (excluding provision on standard assets)		
(a) Opening balance	**1,238.88**	-
(b) Additions during the year	**822.88**	-
(c) Write-off / write-back of excess provisions	**(595.84)**	-
(d) Closing balance	**1,465.92**	-
(iv) Movement of Net NPAs		
(a) Opening balance	**235.64**	-
(b) Additions during the year	**244.79**	-
(c) Reductions during the year	**(75.92)**	-
(d) Closing balance	**404.51**	-

*Refer note 49

Note:

The movement of Gross NPA, Provisions for NPA and Net NPA presented above excludes NPA identified and regularized in the same financial year.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(xxi) Investments

(₹ in crore)

Particulars	FY 23-24	FY 22-23*
(1) Value of Investments		
(i) Gross Value of Investments	**9,578.37**	14,676.26
(a) In India	**9,470.30**	14,568.19
(b) utside India	**108.07**	108.07
(ii) Provision for Depreciation	**85.40**	77.77
(a) In India	**85.40**	77.77
(b) Outside India	**-**	-
(iii) Net value of investments	**9,492.97**	14,598.49
(a) In India	**9,384.90**	14,490.42
(b) Outside India	**108.07**	108.07
(2) Movement of Provisions held towards depreciation on investments		
(i) Opening Balance	**77.77**	70.69
(ii) Add: Provision during the year	**7.63**	8.92
(iii) Less: Write-off / write-back of excess provisions during the year	**0.00**	1.84
(iv) Closing balance	**85.40**	77.77

*Refer note 49

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(xxii) Exposure to real estate sector

(₹ in crore)

Category	2023-24	2022-23*
i) Direct exposure		
a) Residential Mortgages		
Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented. Exposure would also include non-fund based (NFB) limits.	**5,116.76**	-
b) Commercial Real Estate		
Lending secured by mortgages on commercial real estate (office buildings, retail space, multipurpose commercial premises, multifamily residential buildings, multi tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.). Exposure would also include non-fund based (NFB) limits.	**6,720.78**	-
c) Investments in Mortgage-Backed Securities (MBS) and other securitized exposures		
1) Residential	**-**	-
2) Commercial Real Estate	**-**	-
ii) Indirect Exposure		
Fund based and non-fund-based exposures on National Housing Bank and Housing Finance Companies.	**3,944.60**	3,479.30
Total Exposure to Real Estate Sector	**15,782.14**	**3,479.30**

*Refer note 49

Note:

Exposure to Real Estate Sector includes:

a) Limits given to Borrowers but part un-utilised of ₹ 830.65 crore (March 31, 2023 : NA).

b) Pursuant to RBI circular no RBI/2009-10/151 DBOD.BP.BC.No. 42 / 08.12.01/ 2009-10 dated September 9, 2009, an exposure is classified as real estate exposure if the cash flows are primarily dependant on the buy/sell/renting of the real estate property.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(xxiii) Exposure to capital market

(₹ in crore)

Particulars		2023-24	2022-23*
i)	Direct investment in equity shares, convertible bonds, convertible debentures and units of equity oriented mutual funds the corpus of which is not exclusively invested in corporate debt	**6,705.48**	14,295.68
ii)	Advances against shares / bonds / debentures or other securities or on clean basis to individuals for investment in shares (including IPOs / ESOPs), convertible bonds, convertible debentures, and units of equity oriented mutual funds	**2,393.32**	-
iii)	Advances for any other purposes where shares or convertible bonds or convertible debentures or units of equity oriented mutual funds are taken as primary security	**6,673.76**	-
iv)	Advances for any other purposes to the extent secured by the collateral security of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds i.e. where the primary security other than shares / convertible bonds / convertible debentures / units of equity oriented mutual funds does not fully cover the advances	**-**	-
v)	Secured and unsecured advances to stockbrokers and guarantees issued on behalf of stockbrokers and market makers	**1,100.57**	-
vi)	Loans sanctioned to corporates against the security of shares / bonds / debentures or other securities or on clean basis for meeting promoter's contribution to the equity of new companies in anticipation of raising resources	**-**	-
vii)	Bridge loans to companies against expected equity flows / issues	**-**	-
viii)	Underwriting commitments taken up by the NBFCs in respect of primary issue of shares or convertible bonds or convertible debentures or units of equity oriented mutual funds	**-**	-
ix)	Financing to stockbrokers for margin trading	**-**	-
x)	All exposures to Alternative Investment Funds:		
	(i) Category I	**-**	-
	(ii) Category II	**-**	-
	(iii) Category III	**32.69**	29.77
Total exposure to capital market		**16,905.82**	**14,325.45**

*Refer note 49

Notes:

Exposure to Capital Market includes:

a) Limits given to Borrowers but part un-utilised of ₹ 892.23 crore (March 31, 2023 : ₹ Nil).

b) Investment in equity shares of ₹ 3,606 crore in a Commercial Real Estate customer i.e. Tata Capital Housing Finance Limited (March, 31, 2023 : ₹ 2,906 crore).

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(xxiv) Sectoral exposure

(₹ in crore)

Sectors	2023-24			2022-23*		
Particulars	**Total Exposure (includes on balance sheet and off-balance sheet exposure)**	**Gross NPAs**	**Percentage of Gross NPAs to total exposure in that sector**	**Total Exposure (includes on balance sheet and off-balance sheet exposure)**	**Gross NPAs**	**Percentage of Gross NPAs to total exposure in that sector**
1. Agriculture and Allied Activities	**1.16**	**1.12**	**96.55%**	**-**	**-**	**-**
2. Industry						
2.1. Micro and Small	**4,309.42**	**54.74**	**1.27%**	-	-	-
2.2. Medium	**3,909.64**	**46.13**	**1.18%**	-	-	-
2.3. Large	**29,574.37**	**134.40**	**0.45%**	-	-	-
Total of Industry (2)	**37,793.43**	**235.27**	**0.62%**	**-**	**-**	**-**
3. Services						
3.1.Transport Operators	**399.92**	**3.63**	**0.91%**	-	-	-
3.2.Computer Software	**503.31**	**4.00**	**0.79%**	-	-	-
3.3. Tourism, Hotels and Restaurants	**114.66**	**0.00**	**0.00%**	-	-	-
3.4. Shipping	**47.12**	**0.00**	**0.00%**	-	-	-
3.5. Aviation	**7.37**	**0.00**	**0.00%**	-	-	-
3.6. Professional Services	**698.46**	**0.00**	**0.00%**	-	-	-
3.7. Trade	**9,049.45**	**146.98**	**1.62%**	-	-	-
3.7.1. Wholesale Trade (other than food procurement)	**2,857.65**	**62.86**	**2.20%**	-	-	-
3.7.2. Retail Trade	**6,191.80**	**84.11**	**1.36%**	-	-	-
3.8. Commercial Real Estate	**3,145.10**	**0.00**	**0.00%**	-	-	-
3.9. Non-Banking Financial Companies (NBFCs) of which,	**7,370.12**	**0.00**	**0.00%**	578.91	-	-
3.9.1. Housing Finance Companies (HFCs)	**257.60**	**0.00**	**0.00%**	574.91	-	-
3.9.2. Public Financial Institutions (PFIs)	**0.00**	**0.00**	**0.00%**	-	-	-
3.10. Other Services	**13,513.27**	**82.63**	**0.61%**	2.52	-	-
Total of Services (3)	**34,848.78**	**237.24**	**0.68%**	**581.43**	**-**	**-**
4. Personal Loans						
4.1. Consumer Durables	**2.50**	**1.63**	**65.20%**	-	-	-
4.2. Housing (Including Priority Sector Housing)	**0.00**	**0.00**	**0.00%**	-	-	-
4.3. Advances against Fixed Deposits (Including FCNR (B), NRNR Deposits etc.)	**0.00**	**0.00**	**0.00%**	-	-	-
4.4. Advances to Individuals against share, bonds, etc.	**3,554.21**	**0.00**	**0.00%**	-	-	-
4.5. Credit Card Outstanding	**0.00**	**0.00**	**0.00%**	-	-	-
4.6. Education	**90.44**	**0.00**	**0.00%**	-	-	-
4.7. Vehicle Loans	**11,319.92**	**243.18**	**2.15%**	-	-	-
4.8. Loans against gold jewellery	**0.00**	**0.00**	**0.00%**	-	-	-
4.9. Other Personal Loans	**26,944.29**	**886.05**	**3.29%**	-	-	-
4.10.Others	**9,002.41**	**265.93**	**2.95%**	-	-	-
Total of Personal Loans (4)	**50,913.77**	**1,396.79**	**2.74%**	**-**	**-**	**-**
5. Others, if any (please specify)	**-**	**-**	**-**	**-**	**-**	**-**
Total	**1,23,557.14**	**1,870.42**	**1.51%**	**581.43**	**-**	

*Refer note 49

Notes :

1) 4.7 Vehicle Loans includes Auto New, Auto used, Two-wheeler Loans and Corporate CV
2) 4.9 Other Personal Loans includes Micro finance loans, Personal Loans, Business Loans & Rural Individual Loans.
3) 4.10 Others includes Loan against property.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(xxv) Intra-group exposures

(₹ in crore)

Particulars	2023-24	2022-23*
i) Total amount of intra-group exposures	**5,006.91**	580.17
ii) Total amount of top 20 intra-group exposures	**4,904.85**	580.17
iii) Percentage of intra-group exposures to total exposure of the NBFC on borrowers/customers	**4.22%**	99.78%

*Refer note 49

(xxvi) There were no unhedged foreign currency transactions during current year. Refer Note No. 36 C (ii) for policies to manage currency induced risk.

(xxvii) Related Party Disclosure

2023-24

(₹ in crore)

Nature of transaction	Parent (as per ownership or control)		Subsidiaries		Associates & Joint Venture		Key Management Personnel#		Relatives of Key Management Personnel#		Subsidiary of Holding Company		Associate of Holding Company	
	As on date / for the year	Maxi-mum	As on date / for the year	Maxi-mum	As on date / for the year	Maxi-mum	As on date / for the year	Maxi-mum	As on date / for the year	Maxi-mum	As on date / for the year	Maxi-mum	As on date / for the year	Maxi-mum
Borrowings	-	-	-	-	-	-	1.02	1.02	0.24	0.29	-	-	-	-
Deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Placement of deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Advances	-	-	-	507.30	96.45	835.85	-	-	-	-	-	-	-	-
Investments	-	-	4,070.56	4,070.56	28.81	125.81	-	-	-	-	2,158.14	2,565.46	-	-
“Purchase of fixed/other assets	-	NA	0.18	NA	-	NA	-	NA	-	NA	-	NA	-	NA
Sale of fixed/other assets	-	NA	-	NA	-	NA	-	NA	-	NA	-	NA	-	NA
Interest Paid	-	NA	-	NA	-	NA	0.05	NA	0.03	NA	-	NA	-	NA
Interest Received	-	NA	-	NA	11.29	NA	-	NA	-	NA	-	NA	-	NA
Others :														
Equity shares held	3,477.72	NA	-	NA	-	NA	-	NA	-	NA	-	NA	-	NA
Infusion in Equity Share (inclusive of premium)*	1,905.28	NA	-	NA	-	NA	-	NA	-	NA	-	NA	-	NA
Inter-Corporate Deposit received*	-	NA	-	NA	-	NA	-	NA	-	NA	-	NA	-	NA
Inter-Corporate Deposit repaid*	-	NA	-	NA	-	NA	-	NA	-	NA	-	NA	-	NA
Other Loans given*	-	NA	1,355.00	NA	-	NA	-	NA	-	NA	-	NA	1,443.48	NA
Other Loans repayment received*	-	NA	1,798.67	NA	-	NA	-	NA	-	NA	914.39	NA	-	NA
Investment in Equity shares during period*	-	NA	730.00	NA	-	NA	-	NA	-	NA	-	NA	-	NA
Proceeds from divestment*	909.88	NA	-	NA	-	NA	-	NA	-	NA	-	NA	-	NA

* Transactions during the year.
Transactions by directors and relatives of directors.

(xxvii) Related Party Disclosure

2022-23*

(₹ in crore)

Nature of transaction	Parent (as per ownership or control)		Subsidiaries		Associates & Joint Venture		Key Management Personnel#		Relatives of Key Management Personnel#		Subsidiary of Holding Company		Associate of Holding Company	
	As on date / for the year	Maxi-mum	As on date / for the year	Maxi-mum	As on date / for the year	Maxi-mum	As on date / for the year	Maxi-mum	As on date / for the year	Maxi-mum	As on date / for the year	Maxi-mum	As on date / for the year	Maxi-mum
Borrowings	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Placement of deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Advances	-	-	443.76	2,272.66	-	-	-	-	-	-	-	-	-	-
Investments	-	-	10,965.93	10,965.93	2,569.39	2,569.39	-	-	-	-	-	-	-	-
Purchase of fixed/other assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Sale of fixed/other assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest Paid	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest Received	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Others :	-	-	-	-	-	-	-	-	-	-	-	-		
Equity shares held	3,368.68	NA	-	-	-	-	0.35	NA	-	-	-	-	-	-
Inter-Corporate Deposit received^	-	-	1,665.00	NA	-	-	-	-	-	-	-	-	-	-
Inter-Corporate Deposit repaid^	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Loans given^	-	-	-	-	-	-	-	-	-	-	-	-	-	-

* Refer Note 49
^Transactions during the year.
Transactions by directors and relatives of directors.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(xxviii) Disclosure of complaints

1) Summary information on complaints received by the NBFCs from customers and from the Offices of Ombudsman

Sr. No	Particulars	2023-24	2022-23*
	Complaints received by the NBFC from its customers		
1	Number of complaints pending at beginning of the year	**18**	-
2	Number of complaints received during the year	**4,785**	-
3	Number of complaints disposed during the year	**4,734**	-
3.1	Of which, number of complaints rejected by the NBFC	**1,531**	-
4	Number of complaints pending at the end of the year	**69**	-
	Maintainable complaints received by the NBFC from Office of Ombudsman		
5	Number of maintainable complaints received by the NBFC from Office of Ombudsman	**953**	-
5.1	Of 5, number of complaints resolved in favour of the NBFC by Office of Ombudsman	**953**	-
5.2	Of 5, number of complaints resolved through conciliation/ mediation/advisories issued by Office of Ombudsman	**11**	-
5.3	Of 5, number of complaints resolved after passing of Awards by Office of Ombudsman against the NBFC	**-**	-
6	Number of Awards unimplemented within the stipulated time (other than those appealed)	**-**	-

*Refer note 49

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

2) Top five grounds of complaints received by the NBFCs from customers

Grounds of complaints, (i.e. complaints relating to)	Number of complaints pending at the beginning of the year	Number of complaints received during the year	% increase/ decrease in the number of complaints received over the previous year	Number of complaints pending at the end of the year	Of 5, number of complaints pending beyond 30 days
1	2	3	4	5	6
2023-24					
Collections Related	7	1,606	-	40	-
Communication to Third Party	-	652	-	6	-
DND Related	-	373	-	2	-
Disbursement related	-	335	-	4	2
Fraud Related	-	173	-	4	
Others	11	1,646		13	
Total	**18**	**4,785**	**-**	**69**	**2**
2022-23*					
Others	**-**	**-**	**-**	**-**	**-**
Total	**-**	**-**	**-**	**-**	**-**

*Refer note 49

(xxix) There is no breach of covenant of loan availed or debt securities issued.

(xxx) There is no divergence in asset classification and provisioning.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(xxxi) **Disclosures for Loans or advances granted to promoters, directors and the related parties**:

(₹ in crore)

Type of Borrowers	Amount of loan or advance in the nature of loan outstanding	Percentage to the total Loans and Advances in the nature of loans	Remarks
Promoter	-	-	
Directors	-	-	
KMPs	-	-	
Related Parties	676.43	0.62%	

(xxxii) Disclosure of details as required by Notification No. RBI/2020-21/100 DOR.FIN.HFC.CC.No.120/03.10.136/2020-21 dated February 17, 2021 as amended under Master Direction – Non-Banking Financial Company – Housing Finance Company (Reserve Bank) Directions, 2021 read with Master Direction – Non-Banking Financial Company – Scale Based Regulation Directions, 2023 as amended

Loans to Directors, Senior Officers and Relatives of Directors:

(₹ in crore)

Particulars	As at March 31, 2024	As at March 31, 2023
Directors and their relatives	-	-
Entities associated with directors and their relatives	-	-
Senior Officers and their relatives	-	-

(xxxiii) The company is taking necessary steps in complying with the requirements of Scale Based Regulations (SBR) as applicable.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

g) Disclosure pursuant to Reserve Bank of India notification DOR (NBFC).CC.PD.No.109 /22.10.106/2019-20 dated March 13, 2020 pertaining to Asset Classification as per RBI Norms

As at March 31, 2024 (₹ in crore)

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross Carrying Amount as per Ind AS	Loss Allowances (Provisions) as required under Ind AS 109	Net Carrying Amount	Provisions required as per IRACP norms	Difference between Ind As 109 Provisions and IRACP norms
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7) = (4)-(6)
Performing Assets						
Standard	Stage 1	1,05,675.51	887.19	1,04,788.32	447.16	440.03
	Stage 2	1,719.49	279.49	1,440.00	95.99	183.50
Subtotal		**1,07,395.00**	**1,166.68**	**1,06,228.32**	**543.15**	**623.53**
Non-Performing Assets (NPA)						
Substandard	Stage 3	997.55	653.45	344.10	100.49	552.96
Doubtful - up to 1 year	Stage 3	481.17	463.39	17.78	396.21	67.18
1 to 3 years	Stage 3	283.24	258.39	24.85	198.88	59.51
More than 3 years	Stage 3	90.68	72.91	17.77	57.42	15.49
Subtotal for doubtful		855.09	794.69	60.40	652.51	142.18
Loss	Stage 3	17.78	17.78	-	17.78	-
Subtotal for NPA		**1,870.42**	**1,465.93**	**404.50**	**770.78**	**695.14**
Other items such as guarantees, loan commitments, etc. which are in the scope of Ind AS 109 but not covered under current Income Recognition, Asset Classification and Provisioning (IRACP) norms	Stage 1	14,262.16	37.16	14,225.00	-	37.16
	Stage 2	29.56	1.63	27.93	-	1.63
	Stage 3			-	-	-
Subtotal		**14,291.72**	**38.79**	**14,252.93**	**-**	**38.79**
Total	**Stage 1**	**1,19,937.67**	**924.35**	**1,19,013.32**	**447.16**	**477.19**
	Stage 2	**1,749.05**	**281.12**	**1,467.93**	**95.99**	**185.13**
	Stage 3	**1,870.42**	**1,465.93**	**404.50**	**770.78**	**695.14**
	Total	**1,23,557.14**	**2,671.40**	**1,20,885.75**	**1,313.93**	**1,357.46**

1. Stage I includes impairment allowance towards loan designated as FVTOCI amounting to ₹ 4.78 crore.

As at March 31, 2023* (₹ in crore)

Asset Classification as per RBI Norms	Asset classification as per Ind AS 109	Gross Carrying Amount as per Ind AS	Loss Allowances (Provisions) as required under Ind AS 109	Net Carrying Amount	Provisions required as per IRACP norms	Difference between Ind As 109 Provisions and IRACP norms
(1)	(2)	(3)	(4)	(5)=(3)-(4)	(6)	(7) = (4)-(6)
Performing Assets						
Standard	Stage 1	453.72	3.83	449.89	1.80	2.03
	Total	**453.72**	**3.83**	**449.89**	**1.80**	**2.03**

*Refer note 49

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

h) Disclosure pursuant to Reserve Bank of India Circular DOR.NBFC (PD) CC. No.102/03.10.001 /2019-20 dated November 4, 2019 pertaining to Liquidity Risk Management Framework for Non-Banking Financial Companies.

(i) Funding Concentration based on significant counterparty (borrowings)

(₹ in crore)

Sr. No	Number of Significant Counterparties	Amount	% of Total deposits	% of Total Liabilities
1	21	61,608.84*	0%	59.09%

* Principal amount outstanding as on March 31, 2024

(ii) Top 20 Large Deposits

Sr. No	Counterparty	Amount	% of total deposits
Nil			

(iii) Top 10 Borrowing (amounts to ₹ 43,773.41 crore and 44.42% of total borrowings)

Sr. No.	Amount (₹ In crore)	% of total borrowings
1	43,773.41*	44.42%

* Face Value of outstanding amount considered

(iv) Funding Concentration based on significant instrument/product

(₹ in crore)

Sr. No	Name of the instrument/product	Amount *	% of total liabilities
1	Non Convertible Debenture	38,124.15	36.57%
2	Bank Loans	44,622.96	42.80%
3	Commercial paper	6,085.00	5.84%
4	External Commercial Borrowing	9,668.81	9.27%
5	Inter Corporate Deposit	39.00	0.04%
6	CRPS	795.39	0.76%
Total		**99,335.31**	

* Principal amount outstanding as on March 31, 2024

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(v) Stock Ratios

Particulars	%
(a) Commercial papers as a % of total public funds	6.03%
(a) Commercial papers as a % of total liabilities	5.84%
(a) Commercial papers as a % of total assets	4.92%
(b) Non-convertible debentures (original maturity less than 1 year) as a % of total public funds	0.00%
(b) Non-convertible debentures (original maturity less than 1 year) as a % of total liabilities	0.00%
(b) Non-convertible debentures (original maturity less than 1 year) as a % of total assets	0.00%
(c) Other Short-term liabilities as a % of total public funds	32.25%
(c) Other Short-term liabilities as a % of total Liabilities	31.21%
(c) Other Short-term liabilities as a % of total Assets	26.30%

(vi) The Company's Board of Directors has the overall responsibility for overseeing the risk management framework. The Company's risk management policies are established to identify, analyse and mitigate the risks faced by the Company. The risk management policies are established to set the appropriate limits, controls, and monitoring of risks and are regularly reviewed to reflect changing market conditions and company activities. To manage the liquidity risk and Interest rate risk, the Board has delegated the responsibility to Asset Liability Management committee (ALCO), a management level committee established in accordance with its charter. The company's Asset Liability Management Policy (ALM Policy) is approved by the Board , as recommended by ALCO to ensure the effective risk management practices.

Notes :

1 For the purpose of above disclosure, "Public Funds" i.e. Commercial papers and NCD's are shown at Face Value whereas total assets and total liabilities are shown at Carrying values.

2 Total Liabilities refer to Total outside liabilities i.e. Balance sheet total excluding Share Capital and Reserves.

3 Other Short term liabilities include Financial Liabilities and non financial liabilities payable within an year (Excluding CP maturity and NCD maturity of original tenor less than 1 year).

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

(vii) LCR framework under the liquidity risk management of the Tata Capital Ltd. (TCL) is undertaken by the Market risk department in the Risk group under the central oversight of the Asset Liability Management Committee (ALCO) in accordance with the Board approved policies.

As per the RBI circular dated 4th Nov 2019 circular no RBI/2019-20/88 DOR.NBFC (PD) CC. No.102/03.10.001/2019-20 all non-deposit taking NBFCs with asset size of ₹ 10,000 crore and above, and all deposit taking NBFCs irrespective of their asset size, shall maintain a liquidity buffer in terms of LCR which will promote resilience of NBFCs to potential liquidity disruptions by ensuring that they have sufficient High Quality Liquid Asset (HQLA) to survive any acute liquidity stress scenario lasting for 30 days. Road Map for NBFCs to adhere the LCR is as per the table (as prescribed by RBI).

From	1-Dec-20	1-Dec-21	1-Dec-22	1-Dec-23	1-Dec-24
Minimum LCR	50%	60%	70%	85%	100%

As per the above requirement, Tata Capital Ltd is required to maintain LCR from 1 December 2020. Therefore, for the year ended 31 March 2024, the Company has disclosed the LCR as a simple average of all days in 3 months within a quarter for all four quarters of FY 23-24.

LCR maintained: Starting in Dec 2020, LCR has been computed as per methodology prescribed in the RBI circular dated 4 November 2019. For the quarter ended March 24, the simple average of all days in the past three months was observed at 112% (HQLA- ₹ 2,995 crore) against the requirement of minimum 85% (HQLA - ₹ 2,279 crore). For the year FY24, the company has been consistently compliant with LCR framework for all 4 quarters.

Main drivers to the LCR numbers: All significant outflows and inflows determined in accordance with RBI guidelines are included in the prescribed LCR computation.

Intra-period changes and changes over time: As per RBI guidelines, the company has been monitoring the LCR on a daily basis for the period of April 23 to March 24. For Q4 FY24, the maximum and minimum required HQLA observed for regulatory compliance was ₹ 2,760 crore and ₹ 1,664 crore respectively.

Composition of HQLA: The HQLA maintained by TCL comprises Government securities (including SDL and Treasury bills) and cash balance maintained in current account.

The details are given below.

For the period Q4 FY24 between Jan to March 2024, the average HQLA of (₹ 2,995 crore) comprised of ₹ 5.55 crore in cash and remaining ₹ 2,989.87 crore from Government securities and T bill.

Concentration of funding sources:

The company maintains diversified sources of funding comprising short/long term loans from banks, NCDs, sub-ordinated and perpetual debt, ECBs and CPs. The funding pattern is reviewed regularly by the management.

Derivative exposures and potential collateral calls:

The company has fully hedged interest and principal outflows on the foreign currency ECBs. ECBs constitutes no more than 9.85% of the total borrowings as on 31st March, 2024. Hence, derivative exposures are considered NIL.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

Currency mismatch in LCR: There is NIL mismatch to be reported in LCR as on 31st March 2024 since FCY ECBs are fully hedged for the corresponding interest and principal components. With respect to Letters of credits and buyers credit, the Company does a monthly assessment to evaluate the net outflows or inflows and if material the same is considered in the LCR computation. For the month of March 24, the Company has assessed the impact to be immaterial.

Other inflows and outflows in the LCR calculation that are not captured in the LCR common template but which the institution considers to be relevant for its liquidity profile. NIL as on 31st March 2024."

Detailed LCR template is presented below according to the format given in RBI circular mentioned above under Appendix I.

(₹ in crore)

Sr. No.	Description	Three months ended Mar 31, 2024	
		Total Unweighted Value (average)	Total weighted Value (average)
High Quality Assets			
1	Total High Quality Assets (HQLA)	2,995.42	2,995.42
Cash Outflows			
2	Deposits (for deposit taking companies)	-	-
3	Unsecured wholesale funding	1,407.04	1,618.09
4	Secured wholesale funding	2,266.35	2,606.30
5	Additional requirements, of which	3,897.23	4,481.81
(i)	*Outflows related to derivative exposures and other collateral requirements*	-	-
(ii)	*Outflows related to loss of funding on debt products*	-	-
(iii)	*Credit and liquidity facilities*	3,897.23	4,481.81
6	Other contractual funding obligations	1,707.41	1,963.52
7	Other contingent funding obligations	49.91	57.40
8	**Total Cash Outflows**	**9,327.94**	**10,727.12**
Cash Inflows			
9	Secured lending	-	-
10	Inflows from fully performing exposures	9,042.24	6,781.68
11	Other cash inflows	14,754.73	11,066.05
12	**Total Cash Inflows**	**23,796.97**	**17,847.73**
			Total Adjusted Value
13	**Total Net Cash Outflows**		**2,681.78**
14	**Total Hqla (Maintained)**		**2,995.42**
15	**Liquidity Coverage Ratio (%)**		**112%**

*Refer note 49

* Inflows from fully performing exposures includes both secured and unsecured lending.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

i) Details of resolution plan implemented under the Resolution Framework for COVID - 19-related Stress as per RBI circular dated August 06, 2020 (Resolution Framework 1.0) and May 05, 2021 (Resolution Framework 2.0), as at March 31, 2024 are given below:

(₹ in crore except number of accounts)

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the previous half-year i.e. September 30, 2023 (A)	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A) amount written off during the half-year	Of (A) amount paid by the borrowers during the half-year **	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this half-year i.e. March 31, 2024 #*^
Personal Loans	535.89	23.03	8.54	112.38	448.87
Corporate persons*	63.68	0.55	0.60	14.83	52.74
Of which MSMEs	-	-	-	-	-
Others	141.10	4.25	1.24	40.61	108.09
Total	**740.67**	**27.83**	**10.38**	**167.82**	**609.70**

* As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016
excludes other facilities to the borrowers which have not been restructured.
^ includes additions due to interest capitalisation.
** includes amounts paid by borrower towards interest capitalised during the half year.

j) Disclosure pursuant to Reserve Bank of India notification RBI/2018-19/100 DBR.No.BP. BC/18/21.04.048/2018-19 dated January 01, 2019 pertaining to Micro, Small and Medium Enterprises (MSME) Sector-Restructuring of Advances

No of Accounts restructured	Amount (₹ in crore)
254	150.44

Note: Out of the above 92 accounts with exposure of ₹ 52.27 crore are classified as Non-performing Assets (NPA) as on 31st Mar 2024

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

51. Business Combination:

The Board of Directors of Tata Capital Limited ('the Company' or "TCL") at its meeting held on March 28, 2023, approved a Scheme of Arrangement for the merger of Tata Capital Financial Services Limited ("TCFSL"), a wholly owned subsidiary of the Company and Tata Cleantech Capital Limited ("TCCL"), a subsidiary of the Company with TCL ("the Scheme"), under Sections 230 to 232 read with Section 66 and other applicable provisions of the Companies Act, 2013 ("the Act") and the Rules made thereunder. The Scheme was approved by the shareholders (Equity and Preference) of the Company at the National Company Law Tribunal ("NCLT") convened meetings of the shareholders of the Company held on September 15, 2023. The Hon'ble NCLT vide its Order dated November 24, 2023 has sanctioned the Scheme. Upon receipt of all requisite approvals, TCFSL, TCCL and the Company have filed the relevant Forms with the Register of Companies on January 01, 2024. Accordingly, the Scheme has become effective on January 01, 2024 ("Effective Date") and TCFSL & TCCL have merged with the Company from the Effective Date. As per the Scheme, the Appointed Date is April 01, 2023. Accordingly, the figures and disclosures pertaining to previous periods / year have been restated / recast taking effect of the scheme.

In view of the Scheme becoming effective and as per its terms:

(1) TCL is carrying on all the business activities undertaken by TCFSL and TCCL as an NBFC. From the Appointed Date to the Effective Date, the said businesses were carried on by TCFSL and TCCL for and on behalf of and in trust for TCL.

(2) All the shares of TCFSL and TCCL held by TCL (either directly and/or through nominees) stand cancelled without any further application, act or deed.

(3) 7,16,48,559 Equity Shares of TCL have been allotted to International Finance Corporation, being the shareholder of TCCL as on Record date i.e. January 01, 2024 in accordance with the share exchange ratio based on the valuation carried out by independent valuers.

(4) The holders of Non-Convertible Debentures (NCDs) of TCFSL and TCCL have become holders of NCDs of TCL on the same terms and conditions (including same rights, interests and benefits).

Further, in accordance with the NOC received from RBI for the Scheme, the Certificates of Registration held by TCFSL and TCCL as NBFCs have been surrendered to RBI. The Company has made an application to RBI for registering as an NBFC-ICC and the Certificate of Registration for the same is awaited. Basis the NOC received from RBI for the Scheme, the Company is operating as an NBFC-ICC.

In accordance with the scheme, the Company has taken over following assets, liabilities and other equity of subsidiaries at their respective book value and Capital reserve created on account of common business control transaction has been adjusted with the securities premium as per the scheme.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

1 Tata Capital Financial Services Limited- Statement of assets and liabilities

(₹ in crore)

Particulars		As at March 31, 2023	As at April 1, 2022
ASSETS			
(1) Financial assets			
(a)	Cash and cash equivalents	2,211.03	1,117.22
(b)	Bank balances other than (a) above	237.76	1.78
(c)	Derivative financial instruments	167.59	9.87
(d)	Receivables		
	(i) Trade receivables	47.76	9.26
	(ii) Other receivables	-	-
(e)	Loans	69,648.04	53,798.96
(f)	Investments	4,137.55	2,674.16
(g)	Other financial assets	386.20	302.40
Total financial assets		**76,835.93**	**57,913.65**
(2) Non-financial assets			
(a)	Current tax assets	124.79	119.32
(b)	Deferred tax assets (net)	717.35	656.90
(c)	Investment property	0.00	0.00
(d)	Property, plant and equipment	373.44	469.96
(e)	Capital work-in-progress	1.15	0.22
(f)	Intangible assets under development	6.99	5.69
(g)	Other intangible assets	20.99	18.67
(h)	Right of use assets	161.12	78.01
(i)	Other non-financial assets	257.54	190.90
Total non-financial assets		**1,663.37**	**1,539.67**
Total		**78,499.30**	**59,453.32**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

1 Tata Capital Financial Services Limited- Statement of assets and liabilities

(₹ in crore)

Particulars		As at March 31, 2023	As at April 1, 2022
LIABILITIES			
(1) Financial liabilities			
(a)	Derivative financial instruments	2.64	289.87
(b)	Payables		
	(i) Trade payables		
	- Total outstanding dues of micro enterprises and small enterprises	4.67	0.68
	- Total outstanding dues of creditors other than micro enterprises and small enterprises	1,005.18	842.61
	(ii) Other payables		
	- Total outstanding dues of micro enterprises and small enterprises	-	-
	- Total outstanding dues of creditors other than micro enterprises and small enterprises	-	-
(c)	Debt securities	28,852.62	22,906.71
(d)	Borrowings (other than debt securities)	31,993.38	21,855.06
(e)	Subordinated liabilities	4,322.53	4,320.60
(f)	Lease liabilities	154.30	85.11
(g)	Other financial liabilities	1,493.52	999.08
Total financial liabilities		**67,828.84**	**51,299.72**
(2) Non-Financial liabilities			
(a)	Current tax liabilities	228.20	267.19
(b)	Provisions	53.51	33.65
(c)	Other non-financial liabilities	130.56	90.02
Total non-financial liabilities		**412.27**	**390.86**
(3) Other equity		8,539.34	6,102.87
Total		**76,780.45**	**57,793.45**
Total Capital reserve on amalgamation		**-**	**4,027.68**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

2 Tata Cleantech Capital Limited- Statement of assets and liabilities

(₹ in crore)

Particulars		As at March 31, 2023	As at April 1, 2022
ASSETS			
(1) Financial assets			
(a)	Cash and cash equivalents	52.87	150.53
(b)	Bank balances other than (a) above	-	-
(c)	Derivative financial instruments	16.86	24.75
(d)	Receivables		
	(i) Trade receivables	-	0.04
	(ii) Other receivables	-	-
(e)	Loans	10,268.01	7,693.42
(f)	Investments	851.83	560.57
(g)	Other financial assets	1.83	3.14
Total financial assets		**11,191.40**	**8,432.45**
(2) Non-financial assets			
(a)	Current tax assets	0.00	19.03
(b)	Deferred tax assets (net)	38.97	30.77
(c)	Investment property	1.91	2.01
(d)	Property, plant and equipment	1.08	0.91
(e)	Capital work-in-progress	-	-
(f)	Intangible assets under development	1.56	0.02
(g)	Other intangible assets	0.10	0.07
(h)	Right of use assets	2.12	0.32
(i)	Other non-financial assets	1.31	1.30
Total non-financial assets		**47.05**	**54.43**
Total		**11,238.45**	**8,486.88**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

2 Tata Cleantech Capital Limited- Statement of assets and liabilities

(₹ in crore)

Particulars		As at March 31, 2023	As at April 1, 2022
LIABILITIES			
(1) Financial liabilities			
(a)	Derivative financial instruments	58.32	41.76
(b)	Payables		
	(i) Trade payables		
	- Total outstanding dues of micro enterprises and small enterprises	0.08	0.08
	- Total outstanding dues of creditors other than micro enterprises and small enterprises	11.45	7.37
	(ii) Other payables		
	- Total outstanding dues of micro enterprises and small enterprises	-	-
	- Total outstanding dues of creditors other than micro enterprises and small enterprises	-	-
(c)	Debt securities	2,912.03	2,425.55
(d)	Borrowings (other than debt securities)	5,745.07	3,780.70
(e)	Subordinated liabilities	527.95	528.07
(f)	Lease liabilities	1.52	0.29
(g)	Other financial liabilities	10.84	9.29
Total financial liabilities		**9,267.26**	**6,793.11**
(2) Non-Financial liabilities			
(a)	Current tax liabilities	4.59	8.54
(b)	Provisions	5.50	6.09
(c)	Other non-financial liabilities	4.11	2.32
Total non-financial liabilities		**14.20**	**16.95**
(3) Equity			
(a)	**Other equity**	**1,497.70**	**1,217.53**
Total		**10,779.16**	**8,027.59**
Share capital issued		-	**71.65**
Capital reserve		-	**281.71**
Total Capital reserve on amalgamation		-	**353.36**

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

52.A. Details of transactions with companies struck off under section 248 of the Companies Act, 2013:

(₹ in crore)

Sr. No.	Name of Struck off Company	Nature of transactions	As at March 31, 2024	As at March 31, 2023	Relationship with the struck off company
1	Safna Consultancy Pvt Ltd	Debenture	**0.27**	0.26	Debenture Holder
2	Manak Realtors Pvt Ltd	Loan	**0.18**	0.24	Borrower
3	Bonaventura Constructions Pvt Limited #	Loan	**NA**	-	Borrower
4	G R Foundations Pvt Ltd	Loan	**NA**	0.01	Borrower
5	Solar Equipment Pvt Limited*	Loan	**-**	0.10	Borrower
6	Pravik Minerals Ltd	Loan	**NA**	0.04	Borrower
7	First Office Solutions India Pvt Limited	Loan	**0.05**	0.07	Borrower
8	Paradise Instruments Pvt Ltd	Loan	**-**	2.79	Borrower
9	Vaishnavi Healthcare Pvt Ltd	Loan	**NA**	0.80	Borrower
10	Harbinger Bay Advertising Pvt Limited	Loan	**NA**	0.08	Borrower
11	Uark Entertainment Opc Pvt Limited	Loan	**0.02**	0.04	Borrower
12	India Glycols Ltd *	Loan	**-**	17.78	Borrower
13	J K Cement Pvt Limited	Debenture	**20.00**	NA	Debenture Holder

Amount less than ₹ 50,000/-

* The status of the Company has changed to Active as on March 31, 2024

The above disclosure has been prepared basis the relevant information compiled by the Company on best effort basis.

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

52B. Analytical Ratios as per Ministry of Corporate Affairs ("MCA") notification dated 24th March 2021:

Ratio	Numerator	Denominator	Current Period	Previous Period*	% Variance	Reason for variance (if above 25%)
Capital to risk-weighted assets ratio (CRAR)	Total capital funds	Total risk weighted assets	16.72%	64.34%	NA	NA
Tier I CRAR	Capital funds – Tier I	Total risk weighted assets	11.86%	NA	NA	NA
Tier II CRAR	Capital funds – Tier II	Total risk weighted assets	4.86%	NA	NA	NA
Liquidity Coverage Ratio.	Total HQLA (Maintained)	Total Net Cash Outflows	112%	NA	NA	NA

*Refer note 49

53. The Reserve Bank of India had issued the Scale Based Regulation (SBR):

A Revised Regulatory Framework for NBFCs (the framework) vide circular RBI/2021-22/112 DOR.CRE.REC.No.60/03.10.001/2021-22 on October 22, 2021. The framework categorises NBFCs in Base Layer (NBFC-BL), Middle Layer (NBFC-ML), Upper Layer (NBFC-UL) and Top Layer (NBFC-TL). The Reserve Bank of India vide press release 2022-2023/975 dated September 30, 2022, had placed the erstwhile Tata Capital Financial Services Limited (TCFSL) in the Upper Layer. TCFSL has merged into Tata Capital Limited with effect from January 1, 2024.

54. The Board of Directors have recommended a final dividend of ₹ 0.21 per equity share for the financial year 2023-24 resulting in a total dividend of ₹ 78.67 crore, subject to approval of the shareholders in the forthcoming Annual General Meeting of the Company.

55. The Company has not advanced or loaned or invested (either from borrowed funds or share premium or any other sources or other kind of funds) to or in any other person or entity, including foreign entity ("Intermediaries"), with the understanding, whether recorded in writing or otherwise, that the Intermediary shall, directly or indirectly lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Company ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries;

The Company has not received any funds (which are material either individually or in the aggregate) from any person or entity, including foreign entity ("Funding Parties"), with the understanding, whether recorded in writing or otherwise, that the Company shall, directly or indirectly, lend or invest in other persons or entities identified in any manner whatsoever by or on behalf of the Funding Party ("Ultimate Beneficiaries") or provide any guarantee, security or the like on behalf of the Ultimate Beneficiaries."

NOTES FORMING PART OF STANDALONE FINANCIAL STATEMENTS

56. The disclosure on the following matters required under Schedule III as amended not being relevant or applicable in case of the Company, same are not covered:
    a) The Company has not traded or invested in crypto currency or virtual currency during the financial year
    b) No proceedings have been initiated or are pending against the Company for holding any benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) and rules made thereunder
    c) The Company has not been declared willful defaulter by any bank or financial institution or government or any government authority
    d) No satisfaction of charges are pending to be filed with ROC
    e) There are no transactions which are not recorded in the books of account which have been surrendered or disclosed as income during the year in the tax assessments under the Income Tax Act, 1961.

57. Figures in the previous year have been reclassified/regrouped and correspondingly ratios are changed wherever necessary, in order to make them comparable to the current year.

In terms of our report attached,

For KKC & Associates LLP
Chartered Accountants
(formerly Khimji Kunverji & Co LLP)
Firm's Registration No: 105146W/W100621

Hasmukh B. Dedhia
(Partner)
Membership No: 033494
Mumbai

M S K A & Associates
Chartered Accountants
Firm's Registration No: 105047W

Swapnil Kale
(Partner)
Membership No: 117812
Mumbai

May 10, 2024

For and on behalf of the Board of Directors

Saurabh Agrawal
(Chairman)
DIN: 02144558

F. N. Subedar
(Director)
DIN: 00028428

Varsha Purandare
(Independent Director)
DIN : 05288076

Nagaraj Ijari
(Independent Director)
DIN: 09390579

V.S. Radhakrishnan
(Independent Director)
DIN: 08064705

Sujit Kumar Varma
(Independent Director)
DIN: 09075212

Aarthi Subramanian
(Director)
DIN: 07121802

Rajiv Sabharwal
(Managing Director & CEO)
DIN: 00057333

Sarita Kamath
(Head - Legal and Compliance & Company Secretary)

Rakesh Bhatia
(Chief Financial Officer)

TATA CAPITAL LIMITED
Registered Office: 11th Floor, Tower A, Peninsula Business Park,
Ganpatrao Kadam Marg, Lower Parel, Mumbai - 400 013.
Tel No. +91 22 6606 9000 • www.tatacapital.com