

Auditor's Report On Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To
Board of Directors of
Capital First Limited

1. We have audited the quarterly financial results of Capital First Limited ('the Company') for the quarter ended March 31, 2016 and the financial results for the year ended March 31, 2016, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. The quarterly financial results are the derived figures between the audited figures in respect of the year ended March 31, 2016 and the published year-to-date figures up to December 31, 2015, being the date of the end of the third quarter of the current financial year, which were audited by us. The financial results for the quarter ended March 31, 2016 and year to date ended March 31, 2016 have been prepared on the basis of the financial results for the nine-month period ended December 31, 2015, the audited annual financial statements as at and for the year ended March 31, 2016, and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and are the responsibility of the Company's management and have been approved by the Board of Directors of the Company. Our responsibility is to express an opinion on these financial results based on our audit of the financial results for the nine-month period ended December 31, 2015 which was prepared in accordance with the recognition and measurement principles laid down in Accounting Standard (AS) 25, "Interim Financial Reporting", specified under Section 133 of the Companies Act 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India; our audit of the annual financial statements as at and for the year ended March 31, 2016; and the relevant requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015
2. We conducted our audit in accordance with the auditing standards generally accepted in India. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatement(s). An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.
3. In our opinion and to the best of our information and according to the explanations given to us these quarterly financial results as well as the year to date results:
 - i. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
 - ii. give a true and fair view of the net profit and other financial information for the quarter ended March 31, 2016 and for the year ended March 31, 2016.
4. Further, read with paragraph 1 above, we report that the figures for the quarter ended March 31, 2016 represent the derived figures between the audited figures in respect of the financial year ended March 31, 2016 and the published year-to-date figures up to December 31, 2015, being the date of the end of the third quarter of the current financial year, as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

For S.R. BATLIBOI & CO. LLP
Chartered Accountants
ICAI Firm Registration Number: 301003E/E300005



per Viren H. Mehta
Partner
Membership Number: 048749
Place of Signature: Mumbai
Date: 13th May 2016

FORM A

(For Audit Report on Standalone Financial Results with Unmodified Opinion)

1.	Name of the Company	Capital First Limited
2.	Annual financial statements for the year ended	March 31, 2016
3.	Type of Audit observation	Un Modified
4.	Frequency of observation	Not Applicable

For Capital First Limited

Pankaj Sanklecha

Pankaj Sanklecha
Chief Financial Officer &
Head Corporate Centre



V. Vaidyanathan

V. Vaidyanathan
Chairman &
Managing Director
(DIN 00082596)



Dinesh Kanabar

Dinesh Kanabar
Chairman
Audit Committee
(DIN: 00003252)



For S. R. BATLIBOI & CO. LLP
ICAI Firm Registration No. 301003E/E300005
Chartered Accountants

Viren H. Mehta

per Viren H. Mehta
Partner
Membership No. 048749

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CAPITAL FIRST LIMITED

(CIN no. L29126MH2005PLC156795)

Regd. Office: 15th Floor, Tower 2, IndiaGulf Finance Centre, Senapati Bapat Marg, Elphinstone (W), Mumbai - 400 013

STATEMENT OF STANDALONE AUDITED RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2016

PART I

(Rs. in Lakhs)

PART I	PARTICULARS	QUARTER ENDED			YEAR ENDED	
		31.03.2016 (Audited) (refer note 'f')	31.12.2015 (Audited)	31.03.2015 (Audited) (refer note 'f')	31.03.2016 (Audited)	31.03.2015 (Audited)
1	Income from operations					
	a) Income from operations	54,568.24	48,619.41	37,837.47	184,499.09	141,053.40
	b) Other operating income	13.03	1.76	86.46	222.84	1,287.74
	Total Income from operations (net)	54,581.27	48,621.17	37,923.93	184,721.93	142,341.14
2	Expenses					
	a) Employee benefits expenses	4,790.73	4,664.72	3,321.85	17,554.90	13,448.57
	b) Depreciation and amortisation expense	268.42	259.48	274.19	995.53	995.05
	c) Provision and write offs (refer note 'b' and 'c')	7,565.17	6,171.08	3,146.57	23,471.39	10,439.33
	d) Amortised loan origination cost	4,098.33	3,380.43	3,176.34	12,240.19	10,019.40
	e) Legal and Professional charges	1,279.79	1,218.35	788.80	4,109.37	2,856.58
	f) Other expenses	5,221.78	3,634.88	2,925.08	14,956.94	10,405.54
	Total Expenses	23,224.22	19,328.94	13,612.83	73,328.32	48,165.07
3	Profit from Operations before Other Income, Finance Cost & Exceptional Items (1-2)	31,357.05	29,292.23	24,311.10	111,393.61	94,186.07
4	Other income	-	62.13	-	62.13	243.05
5	Profit from Ordinary activities before Finance costs & Exceptional Items (3+4)	31,357.05	29,354.36	24,311.10	111,455.74	94,429.12
6	Finance Costs (refer note 'd')	24,667.82	22,953.97	19,765.91	87,594.37	78,296.20
7	Profit from Ordinary activities after Finance costs but before Exceptional Items (5-6)	6,689.23	6,400.39	4,545.19	23,861.37	16,132.92
8	Exceptional Items	-	-	-	-	-
9	Profit/(Loss) from Ordinary activities before tax (7+8)	6,689.23	6,400.39	4,545.19	23,861.37	16,132.92
10	Tax expense (including Deferred Tax)	2,257.94	2,215.08	982.70	8,170.31	4,925.89
11	Net Profit/(Loss) from Ordinary activities after tax (8-10)	4,431.29	4,185.31	3,562.49	15,691.06	11,207.03
12	Extraordinary Item	-	-	-	-	-
13	Net Profit/(Loss) for the period / year (11-12)	4,431.29	4,185.31	3,562.49	15,691.06	11,207.03
14	Paid up Equity Share Capital (Face Value-Rs.10 per share)	9,123.77	9,119.17	9,098.23	9,123.77	9,098.23
15	Reserves excluding Revaluation Reserves as per balance sheet	-	-	-	156,836.00	144,826.94
16	a) Earnings per share (EPS) (before Extraordinary Items) (Face Value-Rs.10 per share)					
	-Basic (Rs.)	4.88	4.59	4.25	17.22	13.48
	-Diluted (Rs.)	4.62	4.36	4.06	16.36	12.65
	b) Earnings per share (EPS) (after Extraordinary Items) (Face Value-Rs.10 per share)					
	-Basic (Rs.)	4.88	4.59	4.25	17.22	13.48
	-Diluted (Rs.)	4.62	4.36	4.06	16.36	12.65

Notes

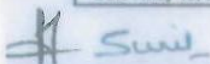
- The audited financial results for the quarter and year ended March 31, 2016 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors (the "Board") at their respective meetings held on May 13, 2016.
- During the quarter ended June 30, 2015, the Company had changed its estimates related to provisioning for mortgage loans. Consequent to the change in such estimates, provision and write off for the quarter and year ended March 31, 2016 is higher by Rs. 374.85 lakhs and Rs. 1,338.68 lakhs respectively.
- During the quarter ended March 31, 2016, the Company has changed its estimates related to provisioning for unsecured micro credit loans. Consequent to the change in such estimates, provision and write off for the quarter and year ended March 31, 2016 is higher by Rs. 515.47 lakhs.
- During the quarter ended September 30, 2015, the Company has changed its policy related to debenture issue expenses. The debenture issue expenses aggregating to Rs. 1,472.71 lakhs (net of tax) are charged against Securities Premium Account as per Section 52 of the Companies Act, 2013 which were hitherto amortised and charged to the Statement of Profit and Loss Account. Consequent to the change in such policy, profit for the quarter and year ended March 31, 2016 is higher by Rs. 110.25 lakhs and Rs. 238.09 lakhs respectively.
- RBI vide its notification no DNBR_011/CGM (CDS)-2015 dated March 27, 2015 has revised the asset classification norms for NPAs and substandard assets under its prudential norms applicable to NBFCs in a phased manner commencing from financial year ending 31st March, 2016. This has resulted in increase in gross non-performing assets by Rs. 1,766.75 lakhs. However, there is no significant impact of this change on provision for the quarter ended March 31, 2016.
- During the quarter and year ended March 31, 2016, 46,020 stock options and 255,475 stock options respectively were exercised by eligible employees under various CFL Employees Stock Options Schemes.
- The main business of the Company is financing. As such, there are no separate reportable segments as per the Accounting Standard (AS) - 17 'Segment Reporting' specified under Section 133 of the Companies Act, 2013 (the 'Act') read with Rule 7 of the Companies (Accounts) Rules, 2014.
- The Board of Directors have recommended, subject to the approval of shareholders, dividend of Rs. 2.40 per share (24%).
- The figures for the last quarter of the current year and for the previous year are the balancing figures between audited figures in respect of the full financial year and the published year-to-date figures up to third quarter.
- Figures for previous quarter/year have been regrouped and/or reclassified wherever considered necessary, to conform to current quarter/year's classifications.

SIGNED FOR IDENTIFICATION
BY 
S. R. BATLIBOI & CO. LLP
MUMBAI



For CAPITAL FIRST LIMITED

V. Vaidyanathan
Chairman & Managing Director
DIN No.00082595



CAPITAL FIRST LIMITED
(CIN no. L29120MH2005PLC156795)

Regd. Office : 15th Floor, Tower 2, IndiaBulls Finance Centre, Senapati Bapat Marg, Ephinstone (W), Mumbai - 400 013

STANDALONE STATEMENT OF ASSETS AND LIABILITIES

(Rs. in Lakhs)

PARTICULARS	As at	
	31.03.2016 (Audited)	31.03.2015 (Audited)
A EQUITY AND LIABILITIES		
1 Shareholders' Funds		
(a) Share Capital	9,123.77	9,098.23
(b) Reserves and Surplus	156,836.00	144,826.94
Sub-total shareholders' funds	165,959.77	153,925.17
2 Share application money pending allotment	14.96	-
3 Non - Current Liabilities		
(a) Long term borrowings	709,421.12	451,970.07
(b) Other long term liabilities	5,793.73	4,486.19
(c) Long term provisions	11,222.73	8,685.17
Sub-total non-current liabilities	726,437.58	465,141.43
4 Current Liabilities		
(a) Short term borrowings	155,244.11	139,048.79
(b) Trade payables	12,218.06	8,059.48
(c) Other current liabilities	332,918.83	258,679.16
(d) Short term provisions	10,452.42	9,701.43
Sub-total current liabilities	510,833.42	415,488.86
TOTAL - EQUITY & LIABILITIES	1,403,245.73	1,034,555.46
B ASSETS		
1 Non - Current Assets		
(a) Fixed Assets	2,924.00	1,909.09
(b) Non - current investments	22,232.05	17,968.37
(c) Deferred tax assets (Net)	5,435.90	4,246.92
(d) Long term loans and advances	813,096.43	629,637.76
(e) Other non current assets	15,574.28	27,672.54
Sub-total non-current assets	859,262.66	681,434.68
2 Current Assets		
(a) Current Investments	3,183.99	2,906.63
(b) Trade receivables	2,667.69	1,007.81
(c) Cash and cash equivalents	103,470.13	101,941.54
(d) Short term loans and advances	404,571.04	231,147.40
(e) Other current assets	30,090.22	16,117.40
Sub-total current assets	543,983.07	353,120.78
TOTAL - ASSETS	1,403,245.73	1,034,555.46

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BY *Smit*
S. R. BATLIBOI & CO. LLP
MUMBAI

