

Independent Auditor's Report on the Quarterly and Year to Date Audited Financial Results of IKF Home Finance Limited Pursuant to the Regulation 52 of the Securities Exchange Board of India (SEBI) (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended for the year ended March 31, 2025

To
The Board of Directors
of IKF Home Finance Limited,

Report on the audit of the Financial Results

Opinion

We have audited the accompanying statement of Annual financial results of IKF Home Finance Limited ("The Company") for the quarter ended March 31, 2025 and the year to date results for the period April 1, 2024 to March 31, 2025 ("Statement"), attached herewith, being submitted by the Company pursuant to the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("The Listing Regulations") including SEBI Circular SEBI/HO/DDHS/P/CIR/2021 /613 dated August 10, 2021 (as amended).

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Statement:

- i. is presented in accordance with the requirements of Regulation 52 of the Listing Regulations in this regard; and
- ii. gives a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards ('Ind AS') prescribed under section 133 of the Companies Act, 2013 ("the Act") read with the Companies (Indian Accounting Standards) Rules, 2015, the circulars, guidelines and directions issued by the Reserve Bank of India (RBI) from time to time ('RBI Guidelines') and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information of the Company for the year ended March 31, 2025.

Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013, as amended ("the Act"). Our responsibilities under those Standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Results" 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 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.

Management's Responsibilities for the Financial Results

The Statement has been prepared on the basis of the annual financial statements for the year ended March 31, 2025. The Board of Directors of the Company are responsible for the preparation and presentation of the Statement that gives a true and fair view of the net profit and other comprehensive income of the Company and other financial information in accordance with the applicable accounting standards prescribed under Section 133 of the Act read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 52 of the Listing Regulations. 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 the 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 Statement that give a true and fair view and are free from material misstatement, whether due to fraud or error. In preparing the Statement, 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.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Results

Our objectives are to obtain reasonable assurance about whether the Statement as a whole is 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 under Section 143(10) of the Act, 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 the Statement.

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

- Identify and assess the risks of material misstatement of the Statement, 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.

- 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 financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
- Conclude on the appropriateness of the 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 financial results 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.
- Evaluate the overall presentation, structure and content of the Statement, including the disclosures, and whether the Statement represents the underlying transactions and events in a manner that achieves fair presentation

Materiality is the magnitude of misstatements in the statement that, individually or in aggregate, makes it probable that the economic decisions of a reasonably knowledgeable user of the statement may be influenced. We consider quantitative material and qualitative factors in (i) planning the scope of our audit work and in evaluating the results of our work; and (ii) to evaluate the effect of any identified misstatements in the statement.

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.

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.

Other Matter

The Statement includes the results for the quarter ended and year ended March 31, 2025 and March 31, 2024 which are the balancing figure between the audited figures in respect of the full financial year ended March 31, 2025 and the published unaudited year to date figures up to the third quarter of the respective two financial years which were subject to limited review by us.

Our Conclusion on the statement is not modified in respect of these matters.

For **K.S. Rao & Co.,**
Chartered Accountants
Firm Registration Number: 003109S

KURICHETI
VAMSI KRISHNA

Digitally signed by
KURICHETI VAMSI KRISHNA
Date: 2025.05.21 19:40:56
+05'30'

K. Vamsi Krishna
Partner
Membership Number. 238809
UDIN: 25238809BMHZQM6713

Place: Vijayawada
Date: 21st May, 2025.



IKF Home Finance Limited
CIN No- U65922AP2002PLC039417
Statement of Financial Results for the quarter and year ended March 31, 2025
Statement of Profit & Loss Account

(Amount in Lakhs unless otherwise stated)

Sr. No.	Particulars	Quarter ended			Year ended	
		31-Mar-25	31-Dec-24	31-Mar-24	31-Mar-25	31-Mar-24
		(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)
	Revenue From operations					
	Interest income	4,560.23	3,944.62	3,284.85	15,524.91	11,462.25
	Fees and commission income	624.65	405.63	390.60	1,740.59	1,148.37
	Net gain on derecognition of financial instruments under amortised cost category for assigned loans	1,570.30	-	-	3,058.53	1,826.03
(I)	Total revenue from operations	6,755.18	4,350.25	3,675.45	20,324.03	14,436.66
(II)	Other income	373.40	282.56	125.94	932.53	336.17
(III)	Total income (I + II)	7,128.58	4,632.80	3,801.39	21,256.57	14,772.83
	Expenses					
	Finance costs	2,718.31	2,214.36	1,807.27	8,840.32	6,453.23
	Impairment on financial instruments	250.37	150.67	123.33	944.82	377.81
	Employee benefits expenses	1,497.90	1,140.74	855.84	4,690.91	3,306.17
	Depreciation, amortization and impairment	52.96	51.54	31.91	179.19	127.99
	Others expenses	722.69	479.98	379.61	2,073.27	1,258.95
(IV)	Total expenses	5,242.22	4,037.30	3,197.97	16,728.51	11,524.16
(V)	Profit / (loss) before exceptional items and tax (III - IV)	1,886.36	595.51	603.42	4,528.06	3,248.67
(VI)	Exceptional Items	-	-	-	-	-
(VII)	Profit before tax (V - VI)	1,886.36	595.51	603.42	4,528.06	3,248.67
(VIII)	Tax Expense:					
	(1) Current Tax	389.81	127.14	113.70	973.18	726.67
	(2) Deferred Tax	133.03	-18.63	118.33	175.64	150.69
	(3) Adjustment of tax relating to earlier periods	-	2.83	-	2.83	3.06
	Total Tax Expense (VIII)	522.84	111.33	232.03	1,151.65	880.42
(IX)	Net Profit / (loss) for the period (VII-VIII)	1,363.52	484.17	371.39	3,376.41	2,368.25
(X)	Other comprehensive income					
	(A) Items that will not be reclassified to profit or loss (specify items and amounts)					
	(a) Items that will not be reclassified to profit or loss	(2.50)	7.31	5.39	9.72	10.82
	(b) Income tax relating to items that will not be reclassified to profit or loss	0.63	(1.84)	(1.36)	(2.45)	(2.72)
	(B) Items that will be reclassified to profit or loss (specify items and amounts)					
	(a) Items that will be reclassified to profit or loss	(158.29)	92.27	5.25	(64.97)	(32.15)
	(b) Income tax relating to items that will be reclassified to profit or loss	40.05	(23.22)	(1.32)	16.57	8.09
(XI)	Total comprehensive income for the period (IX + X)	1,243.41	558.69	379.35	3,335.28	2,352.29
(XII)	Earnings per share (equity share, par value of Rs.10 each)					
	Basic** (Rs.)	1.97	0.70	0.56	4.88	3.69
	Diluted** (Rs.)	1.97	0.70	0.56	4.88	3.69
	Reserves excluding Revaluation Reserves as at March 31				17,799.38	14,413.93

** Not Annualized for the Quarterly Figures

Digitally signed
VUPPUTURI by VUPPUTURI
VASANTHA
VASANTHA LAKSHMI
LAKSHMI
Date: 2025.05.21
19:34:57 +05'30'



Home Finance

IKF Home Finance Limited

CIN No- U65922AP2002PLC039417

Statement of Financial Results for the year ended March 31, 2025

Statement of Assets and Liabilities

(Amount in Lakhs unless otherwise stated)

Particulars	As at	As at
	31-Mar-25	31-Mar-24
	(Audited)	(Audited)
ASSETS		
(1) Financial assets		
Cash and cash equivalents	8,309.24	313.07
Bank balance other than cash and cash equivalents	1,224.44	525.77
Trade Receivables	-	-
Loans	1,18,062.91	88,766.78
Investments	436.31	1.00
Derivative financial instruments	-	62.79
Other financial assets	6,513.42	4,063.92
Subtotal - Financial assets	1,34,546.33	93,733.32
(2) Non-financial assets		
Current tax assets (Net)	14.10	-
Investment property	32.20	-
Property, plant and equipment	141.98	112.94
Capital work in progress	2,596.09	-
Right of use asset	471.51	99.69
Other intangible assets	45.02	74.10
Other non-financial assets	556.03	1,181.17
Subtotal - Non Financial assets	3,856.92	1,467.89
Total assets	1,38,403.26	95,201.21
LIABILITIES AND EQUITY		
LIABILITIES		
(1) Financial liabilities		
Derivative financial instruments	43.06	-
Payables	-	-
(I) Trade payables	-	-
(I) total outstanding dues of micro enterprises and small enterprises	-	-
(II) total outstanding dues of creditors other than micro enterprises and small enterprises	176.55	157.85
Debt securities	6,945.48	5,009.40
Borrowings (other than debt securities)	1,02,331.04	66,536.37
Other financial liabilities	2,773.80	602.97
Subtotal - Financial liabilities	1,12,269.94	72,306.59
(2) Non-financial liabilities		
Current tax liabilities (Net)	-	114.33
Provisions	67.43	54.62
Deferred tax liabilities (Net)	582.40	420.88
Other non-financial liabilities	831.75	990.10
Subtotal - Non-Financial liabilities	1,481.57	1,579.92
EQUITY		
Equity share capital	6,924.82	6,924.82
Other equity	17,726.92	14,389.88
Subtotal - Equity	24,651.74	21,314.70
Total liabilities and equity	1,38,403.26	95,201.21



IKF Home Finance Limited
CIN No- U65922AP2002PLC039417
Statement of Cash Flows for the year ended March 31, 2025

(Amount in Lakhs unless otherwise stated)

Particulars	Year ended	Year ended
	31-Mar-25	31-Mar-24
	(Audited)	(Audited)
Cash flow from operating activities:		
Net profit before tax as per the statement of profit and loss	4,528.06	3,248.67
Adjustments for		
Net (gain) / loss on derecognition of financial instruments under amortised cost category	-3,058.53	-1,826.03
Finance cost - Leases	26.02	8.66
Transfer from Special Reserves u/s 36(1)(viiia) Income tax	-	-40.88
Expense relating to ESOP	1.77	-
Profit on sale of assets	-	-0.39
Depreciation and amortisation	179.19	127.99
Interest income on Security deposit- Leases	-2.89	-0.92
Impairment allowance on loans	944.82	243.45
Net gain/loss on financial assets	40.88	-100.33
Operating profit before working capital changes	2,659.32	1,660.20
Changes in working capital		
Decrease / (increase) in Loans	-30,240.95	-30,844.70
Decrease / (increase) in other financial assets	-100.17	563.89
Decrease / (increase) in other non financial assets	-331.98	-574.87
Increase / (Decrease) in other payables	18.70	44.83
Increase / (Decrease) in other financial liabilities	1,798.59	-149.09
Increase / (Decrease) increase in provisions	22.53	14.04
Increase / (Decrease) Increase in other non financial liabilities	-158.35	494.92
Total Changes in Working Capital	-28,991.63	-30,450.98
Income taxes paid (net)	-1,104.44	-587.83
Cash flow from operating activities (A)	-27,436.75	-29,378.61
Payment for the purchase of property, plant and equipment	-1,759.01	-72.39
Proceeds from sale of Property	19.37	0.57
Sale of investments	60,862.50	89,078.96
Purchase of investments	-61,297.81	-87,879.95
Net cash (used in) / generated from investing activities (B)	-2,174.95	1,127.18
Cash flow from financing activities		
Issue of equity shares (including securities premium)	0.00	4,682.60
Increase in borrowings	60,726.29	40,000.00
Decrease/ repayment in borrowings	-22,995.54	-20,841.83
Principal repayment of financial lease liability	-96.85	-45.45
Interest repayment of financial lease liability	-26.02	-8.66
Net cash (used in) generated from financing activities (C)	37,607.88	23,786.66
Net (decrease) in cash and cash equivalents (A+B+C)	7,996.18	-4,464.77
Cash and cash equivalents at the beginning of the year	313.07	4,777.83
Cash and cash equivalents at the end of the year	8,309.24	313.07

VUPPUTUR I
VASANTHA LAKSHMI
Date: 2025.05.21
19:35:11 +05'30'

Digitally signed
by VUPPUTURI
VASANTHA
LAKSHMI



Home Finance

IKF Home Finance Limited

CIN No- U65922AP2002PLC039417

Statement of Financial Results for the year ended March 31, 2025

Notes:

- The financial results of the Company have been prepared in accordance with Indian Accounting Standards (Ind AS) as per the Companies (Accounting Standards) Rules, 2015 (as amended from time to time) and notified under Section 133 of the Companies Act, 2013.
- The above audited results for the period ended March 31, 2025 have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on May 21, 2025 and subjected to limited review by statutory auditors in accordance with the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- The Company is engaged primarily in the business of financing and accordingly there are no separate reportable segments as per IND AS 108 dealing with operating segments.
- On November 12, 2021, Reserve Bank of India issued circular requiring changes to and clarifying certain aspects of income recognition and asset classification norms. The Management has taken necessary steps to comply with norms/changes as and when they became applicable.
- Disclosure pursuant to RBI Notification – RBI/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-22 dated September 24, 2021

(a) Details of transfer through assignment in respect of loans not in default during the Quarter and Year ended 31 March 2025

Entity/Assignee	Housing Finance Companies	Housing Finance Companies
Count of Loan accounts Assigned	644	1,146
Amount of Loan accounts Assigned (Rs in Lakhs)	8,097	13,739
Retention of beneficial economic interest (MRR) (Rs in Lakhs)	810	1,374
Weighted Average Maturity (Residual Maturity) (Months)	132	125
Weighted Average Holding Period (Months)	17	15
Coverage of tangible security coverage	100.00%	100.00%
Rating wise distribution of rated loans	-	-

(b) Details of acquired through assignment in respect of loans not in default during the Quarter ended 31 March 2025

Entity/Assignee	Housing Finance Companies
Count of Loan accounts Assigned	Nil
Amount of Loan accounts Assigned (Rs in Lakhs)	Nil
Retention of beneficial economic interest (MRR) (Rs in Lakhs)	Nil
Weighted Average Maturity (Residual Maturity) (Months)	Nil
Weighted Average Holding Period (Months)	Nil
Coverage of tangible security coverage	Nil
Rating wise distribution of rated loans	-

(c) The Company has not transferred or acquired any stressed loans during the year ended 31 March, 2025.

- Previous year / periods figures have been regrouped / rearranged wherever necessary to conform with current period's classification.

VUPPUTUR I
VASANTHA LAKSHMI
Digitally signed
by VUPPUTURI
VASANTHA
LAKSHMI
Date: 2025.05.21
19:35:36 +05'30'

⁷ Details of resolution plan implemented under the Resolution Framework for COVID-19 pandemic related stress, as per RBI circular August 6, 2020 (Resolution Framework 1.0) and May 5, 2021 (Resolution Framework 2.0) as at March 31, 2025 are given below:

Type of Borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan-Position as at the end of the previous year i.e., March 31,2024 (A)	Of (A), aggregate debt that slipped into NPA during the Year ended March 31, 2025	Of (A) amount written off during the Year ended March 31, 2025	Of (A) amount paid by the borrowers during the Year ended March 31, 2025	Exposure to accounts classified as Standard consequent to implementation of resolution plan - Position Year ended March 31, 2025
Personal Loans	115.89	9.74	-	3.80	102.35
Corporate Persons					
Of which MSME's					
Others					
Total	115.89	9.74	-	3.80	102.35

**For and on behalf of the Board of Directors of
IKF Home Finance Limited**

VUPPUTURI
VASANTHA
LAKSHMI

Digitally signed by
VUPPUTURI
VASANTHA LAKSHMI
Date: 2025.05.21
19:35:49 +05'30'

**V Vasantha Lakshmi
Managing Director**

Place: Hyderabad

Date: 21-05-2025



IKF Home Finance Limited
CIN No- U65922AP2002PLC039417

Disclosures in compliance with Regulation 52 (4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for Quarter ended and Year ended March 31, 2025

Particulars	Quarter ended			Year ended	
	31-Mar-25	31-Dec-24	31-Mar-24	31-Mar-25	31-Mar-24
	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)	(Audited)
Debt Equity Ratio	4.43	4.00	3.36	4.43	3.36
Debt Service Coverage Ratio *	NA	NA	NA	NA	NA
Interest Service Coverage Ratio *	NA	NA	NA	NA	NA
Outstanding redemption preference shares (quantity and value)	NA	NA	NA	NA	NA
Debenture Redemption Reserve/ Capital redemption reserve	NA	NA	NA	NA	NA
Net worth (in ₹ lakh)	24,651.74	23,406.56	21,314.70	24,651.74	21,314.70
Net profit after tax (in ₹ lakh)	1,363.52	484.17	371.39	3,376.41	2,368.25
Earnings per share (of ₹ 10/- each)					
- Basic	1.97	0.70	0.56	4.88	3.69
- Diluted	1.97	0.70	0.56	4.88	3.69
Long term debt to working capital **	NA	NA	NA	NA	NA
Current Ratio **	NA	NA	NA	NA	NA
Bad debts to Account receivable ratio	NA	NA	NA	NA	NA
Current liability ratio **	NA	NA	NA	NA	NA
Total debts to total assets (%)	78.96%	77.92%	75.15%	78.96%	75.15%
Debtors turnover **	NA	NA	NA	NA	NA
Inventory turnover **	NA	NA	NA	NA	NA
Operating margin (%) **	NA	NA	NA	NA	NA
Net profit margin (%)	19.13%	10.45%	9.77%	15.88%	16.03%
Sector Specific equivalent ratio					
Provision Coverage Ratio (%)	42.02%	42.37%	26.68%	42.02%	26.68%
Gross Non- Performing Asset (GNPA) (%)	1.23%	1.30%	0.76%	1.23%	0.76%
Net Non- Performing Asset (NNPA) (%)	0.71%	0.75%	0.56%	0.71%	0.56%
CRAR (%)	27.79%	30.04%	32.88%	27.79%	32.88%

Formulae for computation of ratios are as follows:

1. Debt equity ratio is (Debtsecurities + Borrowings (other than debt securities)) / Network
2. Network is equal to Equity share capital + other equity
3. Total debts to total assets (%) = (Debtsecurities + Borrowings (other than debt securities)) / Total assets
4. Net profit margin (%) = (profit for the period) / Total income
5. Provision coverage ratio = ECL on gross stage 3 loans principal outstanding / gross stage 3 loans principal outstanding
6. GNPA (%) = NPA loan principal outstanding / Total loan principal outstanding
7. NNPA (%) = (NPA loan principal outstanding- ECL on NPA loan principal outstanding) / Total loan principal outstanding

* Disclosure is not applicable to Housing Finance Companies registered with NHB/ RBI as per Regulation 52(4) and 54 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

** The Company prepares the Financial statements as per Division III to Schedule III of Companies Act, 2013, hence these ratios are not applicable.

VUPPUTUR Digitally signed
by VUPPUTURI
VASANTHA
VASANTH LAKSHMI
Date: 2025.05.21
A LAKSHMI 19:36:04 +05'30'