

NOTICE

Notice is hereby given that the 32nd Annual General Meeting (the “AGM”) of the members of Alpha Alternatives Financial Services Private Limited (the “Company”) will be held on Tuesday the 16th day of September, 2025 at 10:00 a.m. (IST) at the registered office of the Company at 34th Floor, Sunshine Tower, Senapati Bapat Marg, Near Kamgar Krida Maidan, Dadar West, Mumbai – 400 013, to transact the following businesses:

Ordinary Business:

1. To consider and adopt the audited financial statements of the Company for the financial year ended March 31, 2025, together with the reports of the board of directors and auditors thereon, by passing the following resolution, with or without modification(s), as an **ordinary resolution**:

“**RESOLVED THAT** the audited financial statements of the Company for the financial year ended March 31, 2025, together with the reports of the board of directors and auditors thereon, as circulated to the members, be and are hereby considered and adopted.”

Special Business:

2. **TO CONSIDER AND APPROVE THE APPOINTMENT OF MS. SHARMILA KARVE (DIN: 05018751) AS AN INDEPENDENT DIRECTOR OF THE COMPANY:**

To consider and, if thought fit, to pass with or without modification(s), the following resolution as special resolution:

“**RESOLVED THAT** pursuant to the provisions of sections 149, 150, 152, 161 and other applicable provisions, if any, of the Companies Act, 2013 (“Act”) read with the Companies (Appointment and Qualification of Directors) Rules, 2014 and schedule IV to the Act, and regulation 62N and other applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“Listing Regulations”) (including any statutory modification(s) or re-enactment(s) thereof, for the time being in force), **Ms. Sharmila Karve (DIN: 05018751)**, who was appointed as an additional director designated as **Non-Executive, Independent Director** of the Company by the board of directors with effect from **August 4, 2025**, in terms of section 161(1) of the Act and articles of association of the Company and who holds office up to the date of this annual general meeting, be and is hereby appointed as an **Independent Director** of the Company for a term of **five consecutive years commencing from August 4, 2025 to August 3, 2030**;

RESOLVED FURTHER THAT the any director and/or key managerial personnel of the Company be and is hereby severally authorized to do all such acts, deeds, matters and things as may be necessary or expedient to give effect to this resolution, including filing of necessary forms with the Registrar of Companies.”

3. **TO CONSIDER AND APPROVE THE APPOINTMENT OF MR. AMIT KOTHARI (DIN: 05231769) AS AN EXECUTIVE DIRECTOR OF THE COMPANY:**

To consider and, if thought fit, to pass with or without modification(s), the following resolution as an ordinary resolution:

“**RESOLVED THAT** pursuant to the provisions of sections 149, 152, 161 and other applicable provisions, if any, of the Companies Act, 2013, read with the Companies (Appointment and Qualification of

Alpha Alternatives Financial Services Private Limited

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Directors) Rules, 2014, and applicable regulations of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") (including any statutory modification(s) or re-enactment(s) thereof for the time being in force), **Mr. Amit Kothari (DIN: 05231769)**, who was appointed as an additional director designated as **Executive Director** by the board of directors of the Company with effect from **August 4, 2025**, in terms of section 161(1) of the Act and articles of association of the Company and who holds office up to the date of this annual general meeting, be and is hereby appointed and regularized as an **Executive Director** of the Company, on the following terms and conditions:

- a. Salary Limit: As per remuneration policy of the Company.
- b. Bonus: In addition to salary, performance-based bonus as per remuneration policy of the Company paid at such intervals as may be decided from time to time; and
- c. Perquisites: In addition to the salary and the performance bonus, Mr. Kothari shall also be entitled to the perquisites as per the policies of the Company;

RESOLVED FURTHER THAT the any director and/or any key managerial personnel of the Company be and is hereby severally authorized to do all such acts, deeds, matters and things as may be necessary or expedient to give effect to this resolution, including filing of necessary forms with the Registrar of Companies."

For **Alpha Alternatives Financial Services Private Limited**

Shreyans H. Mehta
Director
DIN: 06756771

Place: Mumbai
Date: August 25, 2025

Registered Office:
34th Floor, Sunshine Tower,
Senapati Bapat Marg, Dadar West,
Near Kamgar Krida Maidan,
Mumbai – 400 013

CIN: U65923MH1993PTC075162

NOTES:

1. An explanatory statement, pursuant to section 102 of the Companies Act, 2013, in respect of item no 2 and 3 to be transacted at the AGM is annexed hereto and forms part of the Notice.
2. **A MEMBER ENTITLED TO ATTEND AND VOTE IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON POLL ON HIS/HER BEHALF AND THE PROXY NEED NOT BE A MEMBER OF THE COMPANY.** Pursuant to section 105 of the Companies Act, 2013, a person can act as a Proxy on behalf of not more than fifty members holding in aggregate, not more than ten percent of the total share capital of Company may appoint a single person as Proxy, who shall not act as a Proxy for any other member. The instrument of Proxy, in order to be effective, should be deposited at the registered office of the Company, duly completed and signed, not later than 48 hours (Sunday is included in computation of 48 hours) before the commencement of the meeting. A Proxy Form is annexed to this report.
3. Corporate members intending to send their authorized representatives to attend the meeting are requested to send a certified copy of the board resolution to the Company authorizing their representative to attend and vote on their behalf at the meeting.
4. Members / proxies / authorized representatives should bring the duly filled attendance slip enclosed herewith to attend the meeting.
5. A route map along with prominent landmark for easy location to reach the venue of the annual general meeting is annexed with the Notice.

Explanatory Statement pursuant to section 102 of the Companies Act, 2013:

ITEM - 02

Ms. Sharmila Karve was appointed by the board of directors as an additional director (in the capacity of Non-Executive, Independent Director) with effect from August 4, 2025, pursuant to the provisions of section 161(1) of the Companies Act, 2013. In accordance with the provisions of the Act, she holds office until the date of the ensuing Annual General Meeting. In terms of the provisions of section 149 and other applicable provisions, it is proposed to regularize her appointment as an Independent Director for a term of five years, commencing from August 4, 2025 to August 3, 2030.

Brief Profile of Ms. Karve:

Ms. Sharmila Karve is a Fellow of the Institute of Chartered Accountants of India. She retired as audit partner from Price Waterhouse in June 2019. During her tenure in Price Waterhouse, she was an engagement partner with several large Indian and multinational clients. She was appointed as the Chief Ethics Officer. In 2009, she was appointed as the Assurance Leader of the firm and was elevated to the role of Assurance Risk & Quality Leader in April 2012. In her last role as Global Diversity Leader since December 2016, Ms. Karve focused her efforts on bringing more diversity throughout the PwC network. At present, she is a Director on the boards of CSB Bank Limited, EPL Limited, Vanaz Engineers Limited, Aadhar Housing Finance Limited and Thomas Cook (India) Limited in India. Her overseas directorships include Fairfax India Holdings Corporation, EPL Packaging (Guangzhou) Ltd., EPL America LLC, and Lamitube Technology Ltd, Mauritius.

Further, Ms. Karve has submitted necessary declarations and disclosures including her consent of the Company along with a declaration confirming that she meets the criteria of independence as prescribed under section 149(6) of the Act and the SEBI Listing Regulations. In the opinion of the Board, Mrs. Karve is a person of integrity, possesses relevant expertise and experience, and fulfils the conditions specified in the Act for her appointment as an Independent Director.

The Board recommends passing of the special resolution as set out in item no.2 of this Notice for the approval of members.

The details required pursuant to Secretarial Standard on General Meetings ("SS-2"), issued by the Institute of Company Secretaries of India are provided in annexure to this Notice.

Save and except Ms. Sharmila Karve and her relatives (if any), none of the directors, key managerial personnel, or their relatives are concerned or interested, financially or otherwise, in the resolution set out at Item No. 2.

ITEM - 03

Mr. Amit Kothari (DIN: 05231769) was appointed as an additional director (in the capacity of Executive Director) of the Company by the board of directors with effect from August 4, 2025, pursuant to section 161(1) of the Companies Act, 2013. In accordance with the provisions of the Act, he holds office until the date of the ensuing Annual General Meeting. In terms of the applicable provisions of the Act, it is proposed to regularize his appointment as an Executive Director with effect from August 4, 2025.

Brief profile of Mr. Kothari:

Amit is the Chief Operating Officer (COO) at Alpha Alternatives Financial Services Private Limited. He has over 25 years of experience across leading organizations like Barclays Bank, Kotak Mahindra Bank, Edelweiss, and

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PricewaterhouseCoopers (PwC) in India. His extensive BFSI background has equipped him to manage strategic assignments, including setting up treasury functions for large banks and working on global projects in New York, London, and Singapore. At Alpha, he is responsible for implementing the operations strategy of the firm, aligning with business imperatives and long-term goals.

Previously, Amit served as COO at Edelweiss' Global Markets business for 7 years, managing enterprise functions. He also led the treasury at Barclays Bank India, overseeing liquidity and interest rate management for 7 years. Earlier, he was part of the setup team at Kotak Mahindra Bank, after beginning his career at PwC. Outside of his professional pursuits, Amit is an avid traveler and a big fan of cricket. Amit is a Bachelor's in Commerce and a Chartered Accountant, Chartered Financial Analyst (USA), and Financial Risk Manager (GARP).

Further, Mr. Kothari has submitted the necessary declarations and disclosures including his consent to act a director of the Company. The Board is of the opinion that his knowledge and experience will benefit the Company, and therefore recommends his appointment as an Executive Director on the terms mentioned in the resolution.

The details required pursuant to Secretarial Standard on General Meetings ("SS-2"), issued by the Institute of Company Secretaries of India are provided in annexure to this Notice.

Save and except Mr. Amit Kothari and his relatives, none of the directors or key managerial personnel of the Company or their relatives, are concerned or interested, financially or otherwise, in the resolution set out at Item No. 3.

Annexure

Details of Directors seeking appointment/re-appointment at the extra-ordinary general meeting pursuant to Secretarial Standard on General Meetings (SS-2):

Particulars	Details		Details
Name of the Director	Ms. Sharmila Karve		Mr. Amit Kothari
DIN (Director Identification Number)	05018751		05231769
Date of Birth	April 08, 1965		November 03, 1974
Age	60 years		50 years
Qualification	Chartered Accountant from Institute of Chartered Accountants of India and Graduate from Institute of Mumbai.		Chartered Accountants from Institute of Chartered Accountants of India.
Experience / Expertise in specific functional area	As mentioned above.		As mentioned above.
Terms and conditions of appointment	As mentioned above.		As mentioned above.
Remuneration sought to be paid	Sitting fees as decided.		As per remuneration policy of the company.
Date of first appointment on the Board	August 04, 2025		August 04, 2025
Shareholding in the Company	-		-
Relationship with other Directors/KMP	No relationship with the Directors/ KMP		COO of Alpha Alternatives
Number of Board Meetings attended	1		1
Other Directorships	1. Syngene International Limited 2. EPL Limited 3. Vanaz Engineers Limited 4. CSB Bank Limited 5. Aadhar Housing Finance Limited 6. Thomas Cook (India) Limited 7. EPL Packaging (Guangzhou) Limited 8. Lamitube Technology Limited, Mauritius 9. EPL America LLC 10. Fairfax India Holdings Corporation		-
Membership/Chairmanship of Committees	Chairperson:		-
	EPL Limited	Audit Committee	
	Aadhar Housing Finance Limited	Audit Committee	
	Syngene International Limited	Audit Committee	
	CSB Bank Limited	Audit Committee	

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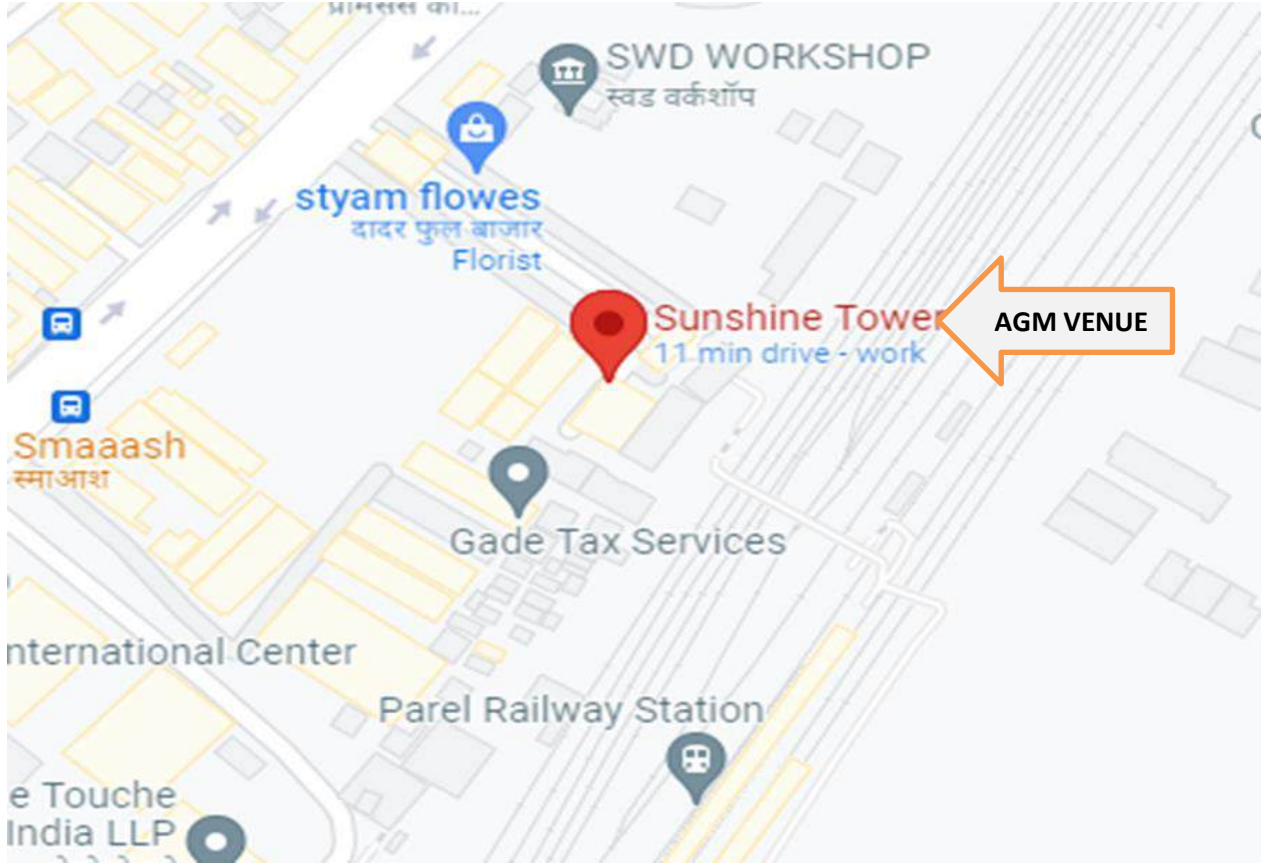
	<table><tr><td>Aadhar Housing Finance Limited</td><td>Nomination and Remuneration Committee</td></tr></table> Memberships: <table><tr><td>Thomas Cook (India) Limited</td><td>Audit Committee</td></tr><tr><td>Thomas Cook (India) Limited</td><td>Risk Management Committee</td></tr><tr><td>Syngene International Limited</td><td>Nomination and Remuneration Committee</td></tr><tr><td>Syngene International Limited</td><td>Corporate Social Responsibility Committee</td></tr><tr><td>Aadhar Housing Finance Limited</td><td>Risk Management Committee</td></tr><tr><td>Aadhar Housing Finance Limited</td><td>Asset-Liability Committee</td></tr><tr><td>Vanaz Engineers Limited</td><td>Audit Committee</td></tr><tr><td>Vanaz Engineers Limited</td><td>Nomination and Remuneration Committee</td></tr><tr><td>CSB Bank Limited</td><td>Corporate Social Responsibility Committee</td></tr><tr><td>CSB Bank Limited</td><td>Committee for Monitoring & Follow-Up cases of Fraud</td></tr><tr><td>CSB Bank Limited</td><td>Review Committee of Wilful Defaulters & Non Cooperative Borrowers</td></tr></table>	Aadhar Housing Finance Limited	Nomination and Remuneration Committee	Thomas Cook (India) Limited	Audit Committee	Thomas Cook (India) Limited	Risk Management Committee	Syngene International Limited	Nomination and Remuneration Committee	Syngene International Limited	Corporate Social Responsibility Committee	Aadhar Housing Finance Limited	Risk Management Committee	Aadhar Housing Finance Limited	Asset-Liability Committee	Vanaz Engineers Limited	Audit Committee	Vanaz Engineers Limited	Nomination and Remuneration Committee	CSB Bank Limited	Corporate Social Responsibility Committee	CSB Bank Limited	Committee for Monitoring & Follow-Up cases of Fraud	CSB Bank Limited	Review Committee of Wilful Defaulters & Non Cooperative Borrowers	
Aadhar Housing Finance Limited	Nomination and Remuneration Committee																									
Thomas Cook (India) Limited	Audit Committee																									
Thomas Cook (India) Limited	Risk Management Committee																									
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CSB Bank Limited	Corporate Social Responsibility Committee																									
CSB Bank Limited	Committee for Monitoring & Follow-Up cases of Fraud																									
CSB Bank Limited	Review Committee of Wilful Defaulters & Non Cooperative Borrowers																									
Justification for appointment	The appointment is made in order to strengthen the composition of the board and to have diversified opinion in the decision making.	The appointment is made in order to strengthen the composition of the board and to have diversified opinion in the decision making																								

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Route map for the AGM to be held at the registered office of the Company at 34th Floor, Sunshine Tower, Senapati Bapat Marg, Near Kamgar Krida Maidan, Dadar (West), Mumbai – 400013.



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32nd ANNUAL GENERAL MEETING

ATTENDANCE SLIP

(To be presented at the entrance)

CIN: U65923MH1993PTC075162

Registered office: 34th Floor, Sunshine Tower, Senapati Bapat Marg, Near Kamgar Krida Maidan, Dadar (West), Mumbai – 400013.

DP ID	Client ID	Folio. No.	No. of Shares

Name: _____

Address: _____

Name of Proxy: _____

(To be filled in, if the Proxy attends instead of the member)

I hereby record my presence at the 32nd Annual General Meeting of the Company held on Tuesday the 16th day of September 2025 at 10:00 a.m. at the registered office of the Company at 34th Floor, Sunshine Tower, Senapati Bapat Marg, Near Kamgar Krida Maidan, Dadar (West), Mumbai – 400013.

Signature of Shareholder/Proxy/Authorised Representative

NOTE:

1. Member / Proxy holder wishing to attend the meeting must bring the Attendance Slip duly signed to the meeting and hand it over at the entrance.
2. In the case of joint holders, the vote of the senior who tenders a vote, whether in person or by Proxy, shall be accepted to the exclusion of the vote of the other joint holders. Seniority shall be determined by the order in which the names stand in the Register of Members.

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Form No. MGT-11

PROXY FORM

[Pursuant to Section 105(6) of the Companies Act, 2013 and rule 19(3) of the Companies (Management and Administration) Rules, 2014]

CIN: U65923MH1993PTC075162

Registered office: 34th Floor, Sunshine Tower, Senapati Bapat Marg, Near Kamgar Krida Maidan, Dadar (West), Mumbai – 400 013.

Name of the Member (s):

Registered address:

E-mail Id:

Folio No/ DP ID & Client Id:

I/We, being the member (s) of shares of the above named Company, hereby appoint

1. Name:..... Address: Email-id
Signature or failing him
2. Name: Address: Email-id
Signature or failing him
3. Name: Address: Email-id
Signature or failing him

as my/our proxy to attend and vote (on a poll) for me/us and on my/our behalf at the 32nd annual general meeting of the Company, to be held on Tuesday the 16th day of September 2025 at 10:00 a.m. at 34th Floor, Sunshine Tower, Senapati Bapat Marg, Near Kamgar Krida Maidan, Dadar (West), Mumbai – 400 013 and at any adjournment thereof in respect of such Resolutions as are indicated below:

Sr. No.	Resolutions	For	Against
1	To consider and adopt the audited financial statements of the Company for the financial year ended March 31, 2025, together with the reports of the board of directors and Auditors thereon		
2	To consider and approve the appointment of Ms. Sharmila Karve (DIN: 05018751) as an independent director of the Company		
3	To consider and approve the appointment of Mr. Amit Kothari (DIN: 05231769) as an executive director of the Company		

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Affix
Revenue
Stamp

Signature of Shareholder:

Signature of Proxy holder(s):

Note: This form of proxy in order to be effective should be duly completed and deposited at the Registered Office of the Company not less than 48 hours before the commencement of the meeting.

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Alpha Alternatives Financial Services Private Limited

32nd Annual Report (2024-25)

Board of Directors:

Mr. Shreyans Mehta	-	Executive Non-Independent Director
Mr. Naresh Kothari	-	Non-Executive Non-Independent Director
Mr. Pradeep Parakh	-	Non-Executive Independent Director
Ms. Bharati Aindley	-	Non-Executive Independent Director
Ms. Sharmila Karve	-	Additional Director (Non-Executive Independent Director)
Mr. Amit Kothari	-	Additional Director (Executive Non-Independent Director)

Company Secretary & Compliance Officer:

Mr. Sundaram Goswami

Statutory Auditors:

NDAA & Associates LLP (resigned w.e.f. 01st August, 2024)

KKC & Associates LLP (appointed w.e.f 01st August, 2024)

Registered Office:

34th Floor, Sunshine Tower,
Senapati Bapat Marg, Near Kamgar Krida Maidan,
Dadar (West), Mumbai - 400 013.
CIN: U65923MH1993PTC075162
Tel.: 022-6145-8900
Email: compliance@alt-alpha.com

Debenture Trustee:

MITCON Credentia Trusteeship Services Limited

1402/1403, Dalamal Tower, Free Press Journal Marg,
211, Nariman Point,
Mumbai – 400 021.

Registrar and Share Transfer Agent:

MUFG Intime India Private Limited (Formerly Known as Link Intime India Private Limited)

247 Park, C-101 1st Floor,
LBS Marg Vikhroli West,
Mumbai – 400 083.

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BOARD'S REPORT

To the members of **Alpha Alternatives Financial Services Private Limited**

The directors of your Company hereby present their 32nd Board's Report on the business, operations and state of affairs of the Company together with the audited financial statements for the financial year ended March 31, 2025:

FINANCIAL HIGHLIGHTS:

The summary of the Company's financial performance, for the financial year ("FY") 2024-25 as compared to the previous FY 2023-24 is given below:

<i>(Amount in Lakhs)</i>		
Particulars	2024-25	2023-24
Revenue from operations		
Interest Income	38,127.27	13,462.67
Dividend Income	490.01	38.64
Net gain/ (loss) on fair value changes	52,015.52	56,986.73
Total Revenue from operations	90,632.80	70,488.04
Expenses		
Finance Costs	62,625.64	43,643.56
Employee Benefits Expense	4,677.00	3,549.85
Depreciation, amortization and impairment expense	0.92	1.17
Other expenses	6,916.33	4,926.62
Total Expenses	74,219.89	52,121.20
Profit / (loss) before exceptional items and tax	16,412.91	18,366.84
Exceptional items	-	-
Profit/(loss) before tax	16,412.91	18,366.84
Tax Expense:		
Current Tax	2,765.48	4,562.98
Deferred Tax (Net)	1,156.60	(112.07)
(Excess)/ Short provision for earlier years	196.88	165.13
	4,118.96	4,616.04
Profit/(loss) for the period	12,293.95	13,750.81
Profit/(loss) from discontinued operations	-	-
Tax Expense of discontinued operations	-	-
Profit/(loss) from discontinued operations(After tax)	-	-
Profit/(loss) for the period	12,293.95	13,750.81

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Other Comprehensive Income		
(A) (i) Items that will not be reclassified to profit or loss		
Fair valuation on Equity instrument	698.79	3,605.78
Remeasurement of the net defined benefit obligation gain / (loss)	(2.30)	(6.81)
(ii) Income tax relating to items not be reclassified to profit or loss	(162.41)	(400.85)
Subtotal (A)	534.08	3,198.12
(B) (i) Items that will be reclassified to profit or loss	-	-
Subtotal (B)	-	-
Other Comprehensive Income (A + B)	534.08	3,198.12
Total Comprehensive Income for the period (Comprising Profit (Loss) and other Comprehensive Income for the period)	12,828.03	16,948.93
Earnings per equity share (for continuing operations)		
Basic (Rs.)	76.02	92.74
Diluted (Rs.)	76.02	92.74

INFORMATION ON THE STATE OF AFFAIRS OF THE COMPANY:

Your Company, a wholly-owned subsidiary of Alpha Alternatives Holdings Private Limited ("AAHPL"), operates as a non-deposit taking non-banking financial company (NBFC-ND) registered with the Reserve Bank of India ("RBI"). The Company is a middle layer NBFC in accordance with the Master Direction – Reserve Bank of India (Non-Banking Financial Company – Scale Based Regulation) Directions, 2023, as amended from time to time.

Since obtaining its certificate of registration from the RBI on April 7, 1998, the Company has consistently contributed to the financial services sector. Leveraging its regulatory compliance, operational discipline, and market insight, the Company continues to uphold its commitment to delivering value through innovative and stable financial solutions.

The Company's gross Income stood at Rs. 90,632.80 lakhs (FY 2023-2024: Rs. 70,488.04 lakhs). The Company's profit before tax was Rs. 16,412.91 lakhs (FY 2023-2024: Rs. 18,366.84 lakhs) and the profit after tax was Rs. 12,293.95 lakhs (FY 2023-2024: Rs. 13,750.81 lakhs).

As required under section 45IC of the Reserve Bank of India Act, 1934, 20% of the profits are required to be transferred to a Special Reserve Account. The amount of Rs. 2,458.79 lakhs (FY 2023-24: Rs. 2,750.16 lakhs), has been transferred to the said reserve. Further, an amount of Rs. 24,484.80 lakhs (FY 2023-24: Rs. 14,458.15 lakhs) has been carried to the balance sheet, as surplus to profit and loss account.

Information on the operational and financial performance for the financial year ended March 31, 2025, key highlights, future outlook among others, is given in the Management Discussion and Analysis Report which is annexed as **Annexure I** to this Report and is in accordance with the provisions of the RBI/DoR/2023-24/106 DoR.FIN.REC.No.45/03.10.119/2023-24 - Master Direction – Reserve Bank of India (Non-Banking Financial Company – Scale Based Regulation) Directions, 2023, as amended from time to time ("RBI Scale Based Regulations") and applicable regulations under Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended from time to time ("SEBI Listing Regulations").

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DIVIDEND:

Your Director's do not recommend any dividend for the year under review.

CHANGES IN THE SHARE CAPITAL OF THE COMPANY:

(i) Increase in Authorised Capital:

During the financial year there were no changes in the authorised Share Capital of the Company.

The authorized share capital during the financial year stood at Rs. 21,00,00,000/- divided into 1,75,00,000 Equity Shares of the face value of Rs. 10/- each and 35,00,000 Preference Shares of the face value of Rs. 10/- each.

(ii) Allotment of Equity Shares:

The Company had issued and allotted 2,80,000 and 1,76,180 Equity Shares of the face value of Rs. 10/- each at an Issue Price of Rs. 1,419/- each including premium of Rs. 1,409/- each, aggregating to Rs. 39,73,20,000/- and 24,99,99,420/- on rights basis to Alpha Alternatives Holdings Private Limited on September 30, 2024, and December 12, 2024, respectively.

(iii) Allotment of 0.0001% Cumulative Compulsory Convertible Preference Shares ("CCPS"):

On April 30, 2024, the Company had issued and allotted 4,15,618 CCCPS at an Issue Price of Rs. 794/- each including premium of Rs. 784/- per CCCPS, aggregating to Rs. 33,00,00,692/- on preferential basis to Rajasthan Gum Private Limited.

Consequently, as on March 31, 2025, the total paid-up share capital of the Company stood at Rs. 18,53,34,470/- divided into 1,59,56,180 Equity Shares of Rs.10/- each aggregating to Rs. 15,95,61,800/- and 25,77,267 Preference Shares of Rs. 10 each aggregating to Rs. 2,57,72,670/-.

HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES:

During the year under review, your Company did not have any subsidiary, associate or joint venture agreement under the provisions of the Companies Act, 2013 (the "Act").

The Company continues to be a wholly-owned subsidiary of Alpha Alternatives Holdings Private Limited (the "Holding Company").

BORROWINGS:

During the year, the Company has issued Non-Convertible Debentures ("NCDs") from time to time on a private placement basis to various eligible investors.

The aggregate NCDs outstanding as on March 31, 2025, was Rs. 3,679 crore (Face Value). The Debt / Networth ratio as on March 31, 2025, was 8.86 times (as per Ind AS). The Company has been regular in servicing all its debt obligations.

Alpha Alternatives Financial Services Private Limited

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LOANS, INVESTMENTS, SECURITY AND GUARANTEES:

Since the Company is an NBFC, provisions of Section 186 of the Act are not applicable. However, the details of loans given, and investments made are provided under Notes to Accounts annexed to the Financial Statements for the year ended March 31, 2025, and the same forms part of this Annual Report. Further, during the year under review, the Company has not given any guarantee.

The Company has provided securities in favour of Debenture Trustee in accordance with the Debenture Trust Deed executed between the Company and the Debenture Trustee from time to time.

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.

RELATED PARTY TRANSACTIONS:

The Company has adopted a Policy and a Framework on Related Party Transactions ("RPTs") for the purpose of identification, monitoring and approving such transactions in line with the requirements of the Act and the SEBI Listing Regulations. During the year under review, the RPT Policy was amended to inter-alia include the amendments made under the SEBI Listing Regulations. The said Policy is available on the Company's website at <https://www.fin.alt-alpha.com/policies-codes>.

All the RPTs that were entered into during FY 2024-25, were in ordinary course of business and on an arm's length basis. The transaction requiring disclosure under Section 134(3)(h) of the Act in Form AOC-2 is annexed to this Report and marked as **Annexure III**.

During the year, in terms of Regulation 23(4) of the SEBI Listing Regulations, the Company had entered into material RPTs with the holding company with respect to business support charges and other arrangements. The said transactions were in ordinary course of business and on arm's length basis.

Pursuant to the aforesaid Regulation, all material RPTs require approval of the shareholders through resolution and no related party shall vote to approve such resolutions, whether the entity is a related party to the particular transaction or not. Since, the Company is a wholly owned subsidiary of AAHPL, the requirement of only unrelated shareholders voting to approve material RPTs cannot be met. Hence, owing to the impossibility of complying with this requirement, the shareholders' approval was not sought for the material RPTs. Necessary disclosure was duly made in the Report on Corporate Governance filed with the stock exchange for the FY 2024-25.

The details of RPTs 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.

DIRECTORS AND KEY MANAGERIAL PERSONNEL:

(i) Independent Directors:

Based on the recommendation of the Nomination and Remuneration Committee, the Board of Directors at their meeting held on August 4, 2025, had subject to the approval of the members, appointed Ms. Sharmila Karve (DIN: 05018751) as an additional director (Non-Executive Women Independent Director) on the Board of the Company.

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The resolution for appointment of Ms. Sharmila Karve (DIN: 05018751) as director (Non-Executive Women Independent Director) on the Board of the Company forms part of the Notice calling the Annual General Meeting.

Further, the Company has received declarations from all the Independent Directors of the Company confirming that they meet the criteria of independence prescribed under the Companies Act, 2013 and also in terms of the SEBI Listing Regulations and who, in the opinion of the Board, are the persons of integrity and possess relevant expertise and experience and that they have registered their names in the Independent Directors' Databank.

(ii) Executive Directors:

Mr. Shreyans H. Mehta, continued to be the Executive Director of the Company.

Further, based on the recommendation of the Nomination and Remuneration Committee, the Board of Directors at their meeting held on August 4, 2025, had subject to the approval of the members, appointed Mr. Amit Kothari (DIN: 05231769) as an additional director (Executive) on the Board of the Company.

The resolution for appointment of Mr. Amit Kothari (DIN: 05231769) as director (Executive) on the Board of the Company forms part of the Notice calling the Annual General Meeting.

(iii) Non-executive Directors:

Mr. Naresh Kothari, continued to be the Non-executive Non-Independent Director of the Company.

(iv) Key Managerial Personnel:

Mr. Sundaram Goswami was appointed as the Company Secretary and Compliance Officer of the Company with effect from January 23, 2025, in the place of Ms. Rupali Maini (resigned w.e.f. November 22, 2024). Mr. Jay Paleja continued to be the Chief Financial Officer of the Company.

Further, the Board of Directors of the Company is duly constituted.

NUMBER OF BOARD MEETINGS HELD:

During the year ended March 31, 2025, the Board met Eleven (11) times. The details of the Board meetings and the attendance of the Directors at the meetings are provided in the Corporate Governance Report, enclosed as **Annexure IV** which forms part of this Report.

COMMITTEES OF THE BOARD OF DIRECTORS:

(i) Audit Committee:

In accordance with the provisions of Section 177 of the Act, Regulation 94.1 of the RBI Scaled Based Regulations and Regulation 18 and 62F of the SEBI Listing Regulations, the Audit Committee of the Company comprises of the following Directors as its members:

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Mr. Pradeep Parakh	-	Independent Director (Chairperson)
Ms. Bharati Aindley	-	Independent Director
Mr. Shreyans H. Mehta	-	Executive Non-Independent Director

The constitution and terms of reference of the Committee are in compliance with the requirements of the Act, SEBI Listing Regulations and RBI Scaled Based Regulations. During the year ended March 31, 2025, the Committee met five (5) times.

Further details of the Audit Committee are provided in the Corporate Governance Report, enclosed as **Annexure IV**, which forms part of this Report.

(ii) Nomination and Remuneration Committee:

In accordance with the provisions of Section 178 of the Act, Regulation 94.2 of the RBI Scaled Based Regulations and Regulation 19 and 62G of the SEBI Listing Regulations, the Nomination and Remuneration Committee of the Company comprises of the following Directors as its members:

Ms. Bharati Aindley	-	Independent Director (Chairperson)
Mr. Pradeep Parakh	-	Independent Director
Mr. Naresh Kothari	-	Non-Executive Non-Independent Director

The constitution and terms of reference of the Committee are in compliance with the requirements of the Act, SEBI Listing Regulations and RBI Scaled Based Regulations. During the year ended March 31, 2025, the Committee met Three (3) times.

Further, details of the Committee are provided in the Corporate Governance Report, enclosed as **Annexure IV** which forms part of this Report.

The Remuneration Policy pursuant to Section 178 of the Companies Act, 2013 is annexed as **Annexure V** to this Report.

(iii) Stakeholder Relationship cum Customer Service Committee:

In accordance with the provisions of Section 178 of the Act, Master Direction – Reserve Bank of India (Internal Ombudsman for Regulated Entities) Directions, 2023 and Regulation 20 and 62H of the SEBI Listing Regulations, the Stakeholder Relationship cum Customer Service Committee of the Company comprises of the following Directors as its members:

Mr. Pradeep Parakh	-	Independent Director (Chairperson)
Ms. Bharati Aindley	-	Independent Director
Mr. Naresh Kothari	-	Non-Executive Non-Independent Director

The constitution and terms of reference of the Committee are in compliance with the requirements of the Act, SEBI Listing Regulations and Master Direction – Reserve Bank of India (Internal Ombudsman for Regulated Entities) Directions, 2023. During the year ended March 31, 2025, the Committee met Two (2) times.

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Further, details of the Committee are provided in the Corporate Governance Report, enclosed as **Annexure IV** which forms part of this Report.

(iv) Risk Management Committee:

In accordance with the provisions of Regulation 39 of the RBI Scaled Based Regulations and Regulation 21 and 62I of the SEBI Listing Regulations, the Risk Management Committee of the Company comprises of the following Directors as its members:

Mr. Shreyans H. Mehta	-	Executive Director (Chairperson)
Mr. Naresh Kothari	-	Non-Executive Non-Independent Director
Mr. Pradeep Parakh	-	Independent Director

The constitution and terms of reference of the Committee are in compliance with the requirements of the SEBI Listing Regulations and RBI Scaled Based Regulations. During the year ended March 31, 2025, the Committee met Four (4) times.

Further, details of the Committee are provided in the Corporate Governance Report, enclosed as **Annexure IV** which forms part of this Report.

(v) Corporate Social Responsibility Committee:

In accordance with the provisions of Section 135 of the Act, the Corporate Social Responsibility Committee of the Company comprises of the following Directors as its members:

Mr. Shreyans H. Mehta	-	Executive Director (Chairperson)
Mr. Pradeep Parakh	-	Independent Director
Mr. Naresh Kothari	-	Non-Executive Non-Independent Director

The constitution and terms of reference of the Committee are in compliance with the requirements of the Act. During the year ended March 31, 2025, the Committee met One (1) time.

CORPORATE SOCIAL RESPONSIBILITY:

The Company recognizes the responsibilities towards society and strongly intends to contribute towards development of knowledge-based economy. In terms of the provisions of Section 135 of the Act read with the Companies (Corporate Social Responsibility Policy) Rules, 2014, as amended from time to time, the Company has constituted a Corporate Social Responsibility ("CSR") Committee. The composition and terms of reference of the CSR Committee is provided in the Report on Corporate Governance Report, enclosed as **Annexure IV** which forms part of this Report.

The CSR Policy of the Company is made available on the Company's website at <https://www.fin.alt-alpha.com/policies-codes>.

The Annual Report on CSR activities as required to be given under Section 135 of the Companies Act, 2013 read with Rule 8(1) of the Companies (Corporate Social Responsibility Policy) Rules, 2014 is appended to this Report as **Annexure II**.

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REMUNERATION POLICY:

The Board of Directors of the Company have framed a Nomination and Remuneration Policy pursuant to Section 178 of the Act, SEBI Listing Regulations and the Compensation Guidelines for key managerial personnel and senior management in NBFCs issued by the RBI. The Policy is annexed as **Annexure V** to this Report.

The Remuneration Policy of the Company is made available on the Company's website at <https://www.fin.alt-alpha.com/policies-codes>.

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 Scaled Based Regulations. The Company has received the 'Fit and Proper' declarations from all the Directors of the Company, which have been taken on record by the Board.

EVALUATION OF THE PERFORMANCE OF THE BOARD:

The Board has framed an Evaluation Policy (the "Policy") for evaluating the performance of the Board, Executive Directors, Independent Directors, Non-executive Directors and its Committees. Based on the Policy, the performance was evaluated for the financial year ended March 31, 2025.

The Policy inter alia provides the criteria for performance evaluation such as board effectiveness, quality of discussion, contribution by the directors at the meetings, their business acumen, strategic thinking, time commitment, and relationship with the stakeholders, corporate governance practices followed by the Company, contribution of the Committees to the Board in discharging its functions.

A separate meeting of the Independent Directors was held on March 17, 2025, wherein the performance of the Non-Independent Directors, performance of the Board as a whole and also that of the Chairman in terms of the provisions of the Act, and the SEBI Listing Regulations and the Guidance Note issued by the Securities and Exchange Board of India in this regard was discussed.

INTERNAL FINANCIAL CONTROLS:

The management has laid down a set of standards, processes and structure which enables to implement internal financial controls across the organization with reference to financial statements and that such controls are adequate and are operating effectively. Internal Financial control framework has been established in line with the Internal Control 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 the year under review, no material or serious observation has been observed for inefficiency or inadequacy of such controls.

RISK MANAGEMENT:

The Company has in place a Risk Management Policy. The Company has built a robust risk management framework with strong risk fundamentals and continues to monitor the internal and external risks arising out of macro-economic factors, regulatory changes and geo-political scenario. The Board of Directors has set the tone at the top by laying down and approving the strategic plans and objectives for Risk Management and Risk Philosophy. The Risk

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Management Committee of the Board has the responsibility relating to monitoring and reviewing risks.

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.

Changes in internal and external operating environment, digitalization, technological advancements and agile way of working have increased the significance of Fraud, Information and Cyber Security and Operational Risks. The Company continues to focus on increasing operational resilience and mitigation of these risks.

AUDITORS:

The members of the Company at their Annual General Meeting held on September 27, 2024, appointed M/s. KKC & Associates LLP ("KKC"), as the Auditors of the Company for a term of three years till the conclusion of the 34th Annual General Meeting to be held in the year 2027.

The Report of the Auditors on the financial statements for the financial year ended March 31, 2025, does not contain any qualification, reservation, adverse remarks or disclaimer. The Notes to the Accounts referred to in the Auditors' Report are self-explanatory and therefore do not call for any further clarifications under Section 134(3)(f) of the Act. Further, pursuant to Section 143(12) of the Act, the Statutory Auditors of the Company have not reported any instances of frauds committed in the Company by its officers or employees.

Auditors' Report

Statutory Auditors' Report:

The Report of the Auditors on the financial statements does not contain any qualification, reservation, adverse remarks or disclaimer.

Secretarial Audit Report:

M/s. Sahani & Kothari Associates, Practicing Company Secretaries, were appointed as the Secretarial Auditor of the Company to conduct the Secretarial Audit for the financial year ended March 31, 2025. The Report of the Secretarial Auditor is provided as **Annexure VI** to this Report.

There were no qualification/observation of the Secretarial Auditors.

COMPLIANCE WITH SECRETARIAL STANDARDS:

The Company has complied with the applicable Secretarial Standards, i.e. SS-1 and SS-2, relating to 'Meetings of the Board of Directors' and 'General Meetings', respectively, issued, by the Institute of Company Secretaries of India.

PREVENTION OF SEXUAL HARASSMENT OF WOMEN AT WORKPLACE:

The Company is committed in 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, along with a structured

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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, is in place.

Further, no case was reported under the Policy during the year under review.

ANNUAL RETURN:

Pursuant to the provisions of Section 134(3) and 92(3) of the Act read with Rule 12(1) of the Companies (Management and Administration) Rules, 2014, the Annual Return of the Company for the financial year ended March 31, 2025, shall be available on the Company's website and can be accessed at <https://www.fin.alt-alpha.com/annual-returns>.

WHISTLE BLOWER POLICY/VIGIL MECHANISM:

The Company has in place a Whistle Blower Policy to report genuine concerns/ grievances. The Policy is available on the website of the Company at the link: <https://www.fin.alt-alpha.com/policies-codes>. The Policy provides for adequate safeguards against the victimization of the persons who use the vigil mechanism. The vigil mechanism is overseen by the Audit Committee.

CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREIGN EXCHANGE EARNINGS/ OUTGO:

A. Conservation of energy:

- i) the steps taken or 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.**
- ii) the steps taken by the Company for utilising alternate sources of energy - **though the operations of the Company are not energy intensive, the Company shall explore alternative source of energy, as and when the necessity arises.**
- iii) the capital investment on energy conservation equipment's - **Nil**

B. Technology absorption:

- i) the efforts made towards technology absorption; The minimum technology required for the business has been absorbed.
- ii) the benefits derived like product improvement, cost reduction, product development or import substitution; **Not Applicable**
- iii) in case of imported technology (imported during the last three years reckoned from the beginning of the financial year); **Not Applicable**
 - (a) the details of technology imported;
 - (b) the year of import;
 - (c) whether the technology been fully absorbed;

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(d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof; and

iv) the expenditure incurred on Research and Development: **Not Applicable**

C. Foreign exchange earnings and outgo:

Foreign exchange earnings and outgo during the year under review were Rs. **Nil** (previous year **Nil**) and Rs. **Nil** (previous year Nil) respectively.

DIRECTORS' RESPONSIBILITY STATEMENT:

Pursuant to Section 134 of the Act, the Directors confirm that:

- (i) in the preparation of the annual accounts, the applicable accounting standards have been followed;
- (ii) such accounting policies have been selected 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 as at March 31, 2025, and of the profit of the Company for the financial year ended on that date;
- (iii) proper and sufficient care had been taken 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;
- (iv) the annual accounts have been prepared on a going concern basis;
- (v) the Directors have laid down internal financial controls to be followed by the Company and that such internal financial controls are adequate and operating effectively; and
- (vi) proper systems had been devised to ensure compliance with the provisions of all applicable laws and that such systems were adequate and operating effectively.

CORPORATE GOVERNANCE:

The Corporate Governance Report, along with the certificate issued by M/s. Sahani & Kothari Associates, Practicing Company Secretaries, for the year under review prepared in accordance with the Part C of Schedule V of SEBI Listing Regulations and as required under the RBI Scale Based Regulation, forms part of this Annual Report. Further, the additional disclosure requirements for NBFCs in accordance with the aforesaid RBI Scale Based Regulation forms part of the Corporate Governance Report.

DECLARATION BY THE DIRECTOR:

A declaration by the Executive Director in terms of Para D of Schedule V to the SEBI Listing Regulations, on the declarations received from the Directors and the Senior Management personnel affirming compliance with the Code of conduct applicable to them is provided in the Corporate Governance Report which forms part of this Report.

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COMPLIANCE:

The Company is registered with RBI as a NBFC-ND-SI. The Company has complied with and continues to comply with all applicable laws, rules, circulars and regulations, including the Master Direction – Non-Banking Financial Company – Systemically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 (“RBI Master Directions”), RBI/DoR/2023-24/106 DoR.FIN.REC.No.45/03.10.119/2023-24- Master Direction – Reserve Bank of India (Non-Banking Financial Company– Scale Based Regulation) Directions, 2023 as amended from time to time. With respect to provisioning of NPAs, the Company follows stricter norms than those prescribed by RBI.

The Capital to Risk Assets Ratio of the Company is 26.26% as on March 31, 2025, which is more than the prescribed minimum ratio of 15%.

The NCDs issued on a private placement basis are listed on National Stock Exchange of India Limited (“NSE”). Accordingly, the Company has also complied with and continues to comply with Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021. Further, SEBI vide its notification SEBI/LAD-NRO/GN/2021/47, issued on September 7, 2021, amended the Securities Listing Regulations and made Regulation 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 on comply or explain basis till March 31, 2024. Accordingly, the aforesaid Regulations have become applicable to the Company.

COMPLIANCE WITH THE MATERNITY BENEFIT ACT, 1961

The Company has complied with the provisions of the Maternity Benefit Act, 1961 and the rules framed thereunder, (including all statutory amendment(s) and modification(s) thereto). The Company is committed to ensuring a safe, inclusive, and supportive workplace for women employees. All eligible women employees are provided with maternity benefits as prescribed under the Maternity Benefit Act, 1961, including paid maternity leave, nursing breaks, and protection from dismissal during maternity leave.

The Company also ensures that no discrimination is made in recruitment or service conditions on the grounds of maternity. Necessary internal systems and HR policies are in place to uphold the spirit and letter of the legislation.

GENDER-WISE COMPOSITION OF EMPLOYEES

In alignment with the principles of diversity, equity, and inclusion (DEI), the Company discloses below the gender composition of its workforce as on the March 31, 2025:

Male Employees: 35

Female Employees: 12

Transgender Employees: 0

This disclosure reinforces the Company’s efforts to promote an inclusive workplace culture and equal opportunity for all individuals, regardless of gender.

OTHER DISCLOSURES:

Your Director’s state that no disclosure or reporting is required in respect of the following matters as there were no transactions on these matters during the year under review:

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- a) issue of Equity Shares with differential rights as to dividend, voting or otherwise, sweat equity shares;
- b) provisions relating to maintenance of cost records as specified by the Central Government under section 148 of the Companies Act, 2013;
- c) proceeding pending with National Company Law Tribunal under the Insolvency and Bankruptcy Code, 2016;
- d) significant or material orders by the Regulators or Courts or Tribunals which impact the going concern status and Company's operations in future; and
- e) instance of one-time settlement with any Bank or Financial Institution.

ACKNOWLEDGEMENTS:

The Board of Directors wishes to place on record their appreciation for the continued support and co-operation extended by the Securities and Exchange Board of India, Stock Exchange, Reserve Bank of India, Ministry of Corporate Affairs, government authorities, banks, and other stakeholders. Your Director's would also like to take this opportunity to express their appreciation for the dedicated efforts of the employees of the Company.

For and on behalf of the Board of Directors

Alpha Alternatives Financial Services Private Limited

(Formerly known as Provincial Finance and Leasing Co Private Limited)

Sd/-

Naresh Kothari

Director

DIN: 00012523

Sd/-

Shreyans H. Mehta

Director

DIN: 06756771

Place: Mumbai

Date: August 13, 2025

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MANAGEMENT DISCUSSION & ANALYSIS

THE COMPANY:

Alpha Alternatives Financial Services Private Limited (herein after referred as “AAF SPL”) is registered as a Non-Banking Financial Company not accepting public deposits with the Reserve Bank of India (“NBFC-ND”). The Company is engaged in investments and not primarily involved in lending activities. The Company is a Middle Layer NBFC in accordance with the Master Direction – Reserve Bank of India (Non-Banking Financial Company – Scale Based Regulation) Directions, 2023, as amended from time to time (“RBI Scale Based Regulations”).

FINANCIAL PERFORMANCE HIGHLIGHTS:

Financial Highlights for FY25:

A summary of our FY25 financial highlights together with FY24 financials as per Ind-AS is as under:

- Total Revenue Rs. 90,632.80 lakhs (Rs. 70,488.04 lakhs for FY24);
- Profit after Tax Rs. 12,293.95 lakhs (Rs. 13,750.80 lakhs for FY24); and
- Net worth (as per Ind-AS) Rs. 62,467.42 lakhs (Rs. 43,166.19 lakhs at the end of FY24).

Revenue:

The Company is an NBFC-ND, and the major revenue of the Company is represented by Investing activities.

Expenses:

Our total costs for FY25 were Rs. 74,219.89 lakhs (Rs. 52,121.20 lakhs in FY24). Within our total costs, operating expenses were Rs. 6916.33 lakhs in FY25 (Rs. 4926.62 lakhs in FY24). Our employee expenses were Rs.4,677 lakhs in FY25 (Rs. 3,549.85 lakhs in FY24). The interest expense were Rs. 62,625.64 lakhs in FY 25 (Rs. 43,643.56 lakhs in FY24).

Profit After Tax:

Our Profit after Tax for FY25 was Rs.12,293.95 lakhs compared to Profit after Tax of Rs. 13,750.80 lakhs for FY24.

Our Profit before Tax margin for FY25 was 18.11 % compared to 26.06 % for FY24. Our Profit after Tax margin for FY25 was 13.56% compared to 19.51 % for FY24.

BALANCE SHEET MANAGEMENT:

Your Company recognizes the need for a strong and liquid balance sheet which enables us easier access to market borrowings on the back of a strong credit rating. A liquid balance sheet simultaneously enables us to redeploy capital efficiently towards business opportunities that appear at short notice.

During the year, the Company has raised borrowings from Market Linked Debentures and Non-convertible Debentures.

We continue to diversify our sources of borrowings across MLDs and NCDs as well as add liabilities commensurate with our assets profile.

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CAPITAL ADEQUACY RATIO:

As per the RBI Scale Based Regulations, all middle layer NBFC's are required to maintain a minimum Capital to Risk-weighted Assets Ratio ("CRAR") of 15%. Company's total CRAR as on March 31, 2025, was 26.26% with a Tier I Ratio of 18.08% and Tier II ratio of 8.18% compared to 12.20%, 5.85% and Nil respectively as on March 31, 2023.

GLOBAL ECONOMY: REVIEW:

The global economy remained resilient in the year 2024 (Calendar Year 2024), expanding at 3.2% (as per IMF World economic outlook, Apr'25). The rapid rise in trade tensions and heightened policy uncertainty are likely to exert a substantial drag on global economic activity. It is estimated to grow by 2.8% in CY2025 and 3% in CY2026, much below the historical average of 3.7% (2000–19) due to global challenges on various fronts. While strong real income growth and lower interest rates boosted activity, weaker government spending, sluggish consumer confidence, and external demand fluctuations restrained growth in some regions. In advanced economies, the U.S. growth forecast for CY2025 is expected to slow down to 1.8%, on account of greater policy uncertainty, trade tensions and softer demand momentum, whereas the euro area is expected to grow at 0.8%, before rising to 1.4% in 2026 as financial conditions improve. Other advanced economies see stable growth, with recovering incomes offset by trade uncertainties. In emerging markets and developing economies, growth is expected to slow down to 3.7% in 2025 due to various trade measures in recent times. On the back of the recently implemented tariffs and prolonged trade policy uncertainty, China's growth was revised downward to 4% in 2025. India's growth to remain stable at 6.2% in 2025 and 6.3% in 2026 supported by private consumption, particularly in rural areas.

Global trade expanded by nearly US\$1.2 trillion in 2024, reaching US\$33 trillion which is a result of 9% growth in services trade and 2% growth in goods trade. In 2024, trade growth in developing countries outpaced that of developed countries. Developing nations, particularly China and India, saw better than average trade expansion, while many developed nations experienced trade contractions. However, the global economy is entering a new phase of heightened trade tensions as the Trump 2.0 administration rolls out fresh tariffs, potentially triggering reciprocal measures from key trading partners. India's trade position remains resilient, supported by a strong services sector, proactive domestic policies, and strategic shifts toward higher-value exports such as electronics and pharmaceuticals. Global growth rate is expected to soften to 2.8% in CY2025 on account of the imposition of new bilateral tariff rates, the associated increase in policy and geopolitical uncertainties.

GLOBAL ECONOMY: OUTLOOK

The global macroeconomic landscape in FY2024–25 remains moderately stable, yet cautious, with key implications for the Non-Banking Financial Companies (NBFC) segment. While global GDP growth is projected to remain subdued amid persistent geopolitical tensions and high interest rates in advanced economies, many emerging markets continue to show resilience driven by domestic consumption and infrastructure-led growth. These dynamics present both opportunities and challenges for NBFCs globally.

NBFCs are playing an increasingly critical role in expanding financial inclusion, especially in underserved and underbanked markets. Across Asia, Africa, and Latin America, NBFCs have demonstrated agility in catering to micro, small, and medium-sized enterprises (MSMEs), retail borrowers, and rural segments—sectors often overlooked by traditional banks. However, macroeconomic headwinds such as inflation volatility, currency depreciation, and tightening global liquidity have added pressure on borrowing costs and asset quality.

The rising interest rate environment has compressed margins for NBFCs that rely heavily on wholesale borrowings or external funding. In contrast, entities with diversified funding bases and strong underwriting capabilities have maintained financial stability. Credit growth remains robust in key sectors like consumer finance, vehicle loans, gold-backed lending, and affordable housing, albeit with increased regulatory oversight to manage systemic risks and

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ensure credit discipline.

Digital transformation continues to shape the competitive landscape. The adoption of AI/ML-driven credit scoring, paperless onboarding, and embedded finance models is accelerating, offering NBFCs a cost-effective and scalable route to growth. However, this also brings greater scrutiny around data privacy, cybersecurity, and operational resilience.

Globally, regulators are progressively strengthening the NBFC framework to ensure tighter alignment with banking norms—focusing on capital adequacy, asset classification, governance standards, and systemic risk management. This trend is expected to enhance industry resilience but may also increase compliance costs for smaller players.

In summary, NBFCs remain integral to the global financial ecosystem, particularly in bridging credit access gaps. The outlook remains cautiously optimistic, with long-term growth driven by digital innovation, diversified asset portfolios, and stronger risk management frameworks. Firms that adapt swiftly to regulatory expectations, funding dynamics, and evolving customer needs will be better positioned for sustainable growth in the years ahead.

INDIAN ECONOMY: REVIEW

India retained its position as the 5th largest economy, maintained its status as the fastest growing amongst large economies and is expected to be the third largest economy by 2027 (crossing GDP of \$5 Tn) after USA and China. The Indian economy is expected to grow by 6.2% in CY25.

India's export performance has experienced remarkable growth over the past decade. India's total exports touched ₹69.1 Tn (US\$ 825 Bn) in FY25, an increase of 6% from ₹65.2 Tn (US\$ 778 Bn) in FY24. During this period, India's share of world merchandise exports also improved, rising from 1.66% to 1.81%, advancing the country from 20th to 17th position globally.

India's forex reserves experienced significant fluctuations in FY 2024-25, reaching a record high of \$704 billion in September 2024 before declining by 6.5% to \$659 billion by March 2025. The decline was likely driven by RBI's intervention to prevent sharp depreciation of the Indian Rupee.

The Indian economy has been digitalising at a remarkable pace over the last decade. By 2030, India's digital economy is projected to contribute nearly one-fifth of the country's overall economy, outpacing the growth of traditional sectors. According to the State of India's Digital Economy Report 2024, India is the 3rd largest digitalised country in the world in terms of economy-wide digitalization, and 12th among the G20 countries in the level of digitalisation of individual users.

The Union Budget 2025-26 strikes a balance between sustaining economic growth and maintaining fiscal discipline. By streamlining regulations, supporting MSMEs, and boosting investments and exports, the budget outlines a clear roadmap toward Viksit Bharat 2047. The budget's emphasis on sectors including tourism, healthcare, and manufacturing will catalyse job creation. The commitment to fiscal consolidation, with a targeted fiscal deficit of 4.4% for FY26, strengthens India's path to debt sustainability. These measures are expected to stabilize the macroeconomic environment, encouraging private sector participation and investment. Overall, the budget lays a strong foundation for long-term economic resilience and growth.

INDIAN ECONOMY: OUTLOOK

India to remain relatively insulated against the global shocks in the near future and continue to grow strongly. The structural long-term growth story for India remains intact driven by favourable demographics and stable governance. According to the IMF's World Economic Outlook Report, India is expected to maintain its position as the fastest-growing major economy, Growth will be driven by continued expansion in the services sector and a boost in

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manufacturing, supported by government efforts to enhance infrastructure and streamline tax policies.

CAPITAL MARKETS: OVERVIEW AND OUTLOOK

India's domestic equity markets continues to rank fourth-largest globally with over \$4.0 Tn on market cap.

The Indian stock market ended FY 2025 with modest gains, despite substantial FPI outflows in the second half. The Nifty delivered positive returns for its investors in FY 2024-25, outperforming certain Asian indices such as the Nikkei 225 and the Korea Composite Stock Price Index. Hang Seng remained at the top of the leader-board, delivering a staggering 39.8% return.

India's economic transformation over the past few decades is a narrative of rapid growth and evolving financial landscapes. Central to this story is the rise of capital markets, catalysing capital formation for the real economy, enhancing the financialisation of domestic savings, and enabling wealth creation. Investor participation has been a contributor, with number of investors growing from 2.3 crore in FY15 to 19.2 crore in FY25, increasing at a CAGR of 23% for the decade. Post-COVID, one of the most striking developments has been the surge in retail investor participation, reflected in the sharp increase in new demat accounts opened over the years. In FY 2021, the total number of demat accounts stood at 5.5 crore, which increased to 19.2 crore by FY 2025, growing at a CAGR of 37%. In the last fiscal year, approximately 4.1 crore demat accounts were added, with CDSL, India's largest depository, contributing 3.74 crore new accounts in FY 2025.

FY25 saw a total of 318 companies, comprising 79 mainline and 239 SME, raise ₹1.72 Tn in IPOs, surpassing the combined total raised in the last two years (FY24 & FY23). A total of ₹1.6 Tn was raised via main board and rest from SMEs. Also, the average issue size more than doubled, reaching ₹2,082 crore in FY25 (up from ₹815 Crs on YoY). As highlighted earlier that FIIs were active in primary markets, they contributed by subscribing to a substantial ₹1.21 Tn.

The active client base on National Stock Exchange (NSE) increased steadily, registering a CAGR of 25% from 0.5 crore in Mar'15 to 4.9 crores in Mar'25. This trend underscores the growing influence and participation of retail investors in the Indian equities market, indicative of a democratization of investment opportunities.

The financial year 2025 was marked by significant shifts and milestones. The new income tax bill was proposed, foreign institutional investor outflows reached new highs, and India witnessed its largest-ever initial public offering in the form of the Hyundai Motor India IPO. Alongside this, Narendra Modi secured a third term, while Donald Trump's return to power introduced fresh tariff policies that stirred global uncertainty.

During the year FY25, Indian capital market has witnessed strong outflows by FIIs in the secondary market (across the year). However, FIIs primary inflows (mainly IPOs) compensated the outflows to a major extent in initial 9 months till Dec'24. However, the sharp outflows in 4th Quarter of FY25 in secondary market with lower number of IPOs led the yearly number fall to negative. DIIs flows have supported the market and didn't let the market witness the fall which otherwise would have been seen.

FY25 witnessed slew of circulars from SEBI to streamline the market structure and few steps to prevent retail investors from speculation eventually leading to losses (as per SEBI study, 93% of F&O retail investors witnessed losses during the period from FY22 to FY24). The measures were as below:

- True-to-Label charges by market intermediaries.
- Upfront collection of option premiums.
- Intraday monitoring of position limits.
- Removal of calendar spread benefit on the expiry day.
- Increase in the Minimum contract size.

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- Rationalization of weekly index products - Weekly options contracts are to be provided on a single benchmark index of an exchange.
- Increase in margin near contract expiry.

DEBT MARKET: OVERVIEW AND OUTLOOK

During FY 2024–25, the Indian debt market exhibited resilience amidst evolving macroeconomic and monetary conditions. The Reserve Bank of India (RBI) maintained a cautious monetary policy stance for most of the year, balancing inflation control with the need to support growth. Benchmark yields remained range-bound, with the 10-year G-Sec yield fluctuating between 6.90% and 7.25%, reflecting a stable interest rate environment despite global uncertainties.

The corporate bond market witnessed steady activity, supported by improved investor sentiment and stable credit profiles of top-tier issuers. NBFCs continued to be active participants in the debt capital market, accessing funds through a diversified mix of instruments including Non-Convertible Debentures (NCDs), Commercial Papers (CPs), and securitized instruments. Market liquidity remained comfortable throughout the year, aided by robust banking system liquidity and supportive policy measures from the RBI.

The increased preference for high-rated issuances, especially in the AA and above category, led to moderate compression in credit spreads for quality NBFC paper. However, lower-rated entities continued to face challenges in accessing cost-effective funding, highlighting the importance of maintaining strong credit metrics and governance frameworks.

NBFCs played a pivotal role in supporting credit delivery to underbanked segments, with the debt market serving as a crucial source of long-term funding. During FY 2024–25, there was a visible trend toward diversification of funding sources. Several NBFCs tapped public bond markets, issued market-linked debentures (MLDs), and utilized securitization as a tool to unlock capital and manage asset-liability mismatches.

The investor base widened to include insurance companies, mutual funds, and pension funds, reflecting increased confidence in the sector's creditworthiness. The continued policy support for NBFC liquidity, coupled with easing of regulatory bottlenecks for bond issuance, also contributed positively.

Despite overall improvement, challenges persisted in the form of higher borrowing costs for smaller or unrated NBFCs, and tightening scrutiny from credit rating agencies. Access to international debt markets remained limited due to global rate volatility and currency considerations.

Looking ahead, the outlook for the Indian debt market remains cautiously optimistic. Key expectations include:

- **Monetary Policy:** The RBI is likely to maintain a calibrated approach toward rate easing, depending on inflation and global cues. Stable or declining interest rates could improve borrowing costs and debt market activity.
- **Investor Demand:** Continued demand for NBFC papers is expected, particularly for issuers with strong credit profiles and robust asset quality. ESG-linked debt instruments and green bonds may gain traction as sustainability becomes a key investor theme.
- **Regulatory Developments:** Anticipated reforms in bond issuance norms (e.g., enhanced disclosure requirements, mandatory listing of private placements) could improve transparency and secondary market liquidity. Further harmonization of NBFC regulations with banks may impact capital and liquidity planning.
- **Funding Strategy:** NBFCs are expected to deepen their engagement with the debt market through longer-tenor instruments and structured products. Securitization volumes are likely to increase as institutions look to

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optimize capital usage and diversify funding.

- **Risks:** Key risks include global interest rate shocks, geopolitical tensions, and domestic inflation spikes. NBFCs will need to maintain prudent ALM management, robust risk frameworks, and credit discipline to navigate such uncertainties.

GOVERNANCE:

Governance is at the heart of everything we do, and it transcends beyond compliance extending to ethics and values as well because we believe that well governed organisations tend to last longer. Governance to us means Trust covering Ethics & Integrity, Legitimacy encompassing Transparency, Authenticity and Fairness, Accountability including Decision making, responsiveness, Competence highlighting Simplicity, and above all Respect for letter and spirit of law.

Our Board plays vital role in ensuring highest Governance level within the Company by setting tone from top throughout the fabric of our organization. They set higher standards on ethics, integrity, transparency and fairness leading us to build good framework for conduct, behavior and process oversights at all levels.

In order to promote good governance culture, we have self-defined rules for good behavior and conduct at individual as well as at entity levels covering issues of Conflict of Interest, dealing with sensitive information etc.

INFORMATION SECURITY AND GOVERNANCE:

In order to cater to the ever-changing landscape, the technology function has moved away from the traditional castle-and-moat security model to Zero Trust Network Security model. This requires strict identity verification for every person and device trying to access resources on private corporate network. Further we have been able to maintain 100% regulatory and policy compliance to all our IT security controls with zero downtime.

With respect to IT Governance, we have the IT Strategy Committee, IT Steering Committee and IT Security Committee in place in conformity with the requirements of the Master Direction - Information Technology Framework for the NBFC Sector issued by the RBI. We intend to continue our focus on process standardisation and strengthen our governance practices to ensure the right balance of efficiency, risk and compliance.

INDUSTRY STRUCTURE AND DEVELOPMENTS:

Regulatory Changes: The RBI has implemented various regulatory changes to strengthen the NBFC sector and address potential risks. These changes include increased capital adequacy requirements, revised liquidity management framework, and enhanced risk management guidelines. The focus has been on improving governance, risk assessment, and monitoring mechanisms for NBFC-NDSIs.

Asset Quality and Provisioning Norms: The RBI has taken steps to enhance asset quality and provisioning norms for NBFCs. This has involved stricter recognition and classification of non-performing assets (NPAs) and implementation of provisioning requirements to ensure a prudent approach towards managing credit risk.

Governance and Corporate Culture: There has been an increased emphasis on corporate governance and the establishment of robust risk management frameworks within NBFCs. The RBI has encouraged NBFCs to adopt best practices in areas such as risk management, internal controls, and compliance to enhance overall governance and corporate culture.

Technology Adoption: The NBFC-NDSI sector has seen a growing focus on technology adoption to improve operational

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efficiency, risk management, and customer experience. Many NBFCs have implemented digital lending platforms, advanced analytics, and automated processes to streamline operations, enhance underwriting practices, and offer innovative financial products and services.

Stress Testing and Risk Mitigation: The RBI has emphasized the importance of stress testing for NBFC-NDSIs to assess their resilience and identify potential risks. Stress testing helps evaluate the impact of adverse scenarios on the financial position of NBFCs and enables them to take necessary risk mitigation measures.

OPPORTUNITIES AND THREATS:

Opportunities:

- Increase in Income levels will aid greater penetration of financial products.
- Positive regulatory reforms.
- Increase in corporate growth & risk appetite.
- Greater efficiency in debt market operations will also help greater penetration.
- Increased securitization.
- Focus on selling new product/services.

Threats:

- Inflation could trigger increase in consumer price inflation, which would dampen growth.
- Unfavorable economic development.
- Market risk arising from changes in the value of financial instruments as a result of changes in market variables like interest rate and exchange rates.

SEGMENT-WISE OR PRODUCT-WISE PERFORMANCE:

The Company has only one segment line of business. Hence, this head does apply to our Company.

RISKS AND CONCERNS:

Management of risk to the business is continuous challenge for any organization growing in size and enhancing its purpose. The traditional risk factors like client risks, industry segment risks and economic risk are well understood and the means to handle them are also fairly established.

MATERIAL DEVELOPMENTS IN HUMAN RESOURCES:

Management relations with the employees remains cordial. The Company's Human Resources philosophy is to establish and build a strong performance and competency drive culture with greater senses of accountability and responsibility.

DISCLOSURE OF ACCOUNTING TREATMENT:

The financial statements of the Company have been prepared in accordance with the Indian Accounting Standards (IND AS) comply with the Accounting Standards notified under Section 133 of the Companies Act, 2013 ("the 2013 Act") and the relevant provisions of the 2013 Act, as applicable. The financial statements have been prepared on going concern basis under the historical cost convention on accrual basis. The Company has continued with the period of 1st day of April to 31st day of March, each year as its financial year for the purpose of preparation of financial statements under the provisions of Section 2(41) of the Companies Act, 2013.

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ANALYSIS OF SIGNIFICANT CHANGES IN FINANCIAL RATIOS:

The details of significant changes (i.e. change of 25% or more as compared to the immediately previous financial year) in key financial ratios along with detailed explanations is as follows:

Sr. No.	Particulars	FY 2025	FY 2024	Change in %	Reasons for change
1	Debtors Turnover	-	-	NA	NA
2	Inventory Turnover	-	-	NA	NA
3	Interest Coverage Ratio	-	-	NA	NA
4	Current Ratio	-	-	NA	NA
5	Debt Equity Ratio (as per Ind AS)	8.66	8.81	0.15%	Due to increase in issue of MLDs during FY 2024-25
6	Operating Profit Margin	-	-	NA	NA
7	Net Profit Margin	13.56%	19.51%	5.95%	Lower profit during FY 2024-25 as compared to FY 2023-24

Further, Return on Net Worth is 31.86% at the end of FY25 compared to 23.35% at the end of FY24.

RISK MANAGEMENT

The Company's activities expose it to market risk, liquidity risk and credit risk.

Risk	Exposure arising from	Risk Management
(a)(i) Market risk - security price risk1	Investments in mutual funds, Investment in Equity, Derivative Positions	Portfolio diversification, assessments of fluctuation in the equity price, Hedging
(a)(ii) Market risk - interest rate risk	Debt Securities at variable rates	Review of cost of funds, Review and monitoring of fixed income portfolio including Government securities, Reverse Repo, CDs etc for mark to market risks
(b) Liquidity risk2	Debt Securities and other liabilities	Asset Liability Management and periodic reviews by board/ committee relating to the liquidity position.
(c) Credit risk3	Loans and advances, cash and cash equivalents, financial assets measured at amortized cost.	Credit worthiness of Borrower, collateral/ security cover & review monitoring. Fixed deposits with highly rated banks

The Company's Board of Directors have overall responsibility for the establishment and oversight of the Company's risk management framework. The Company has established a Risk management Committee which is responsible for developing and monitoring the Company's risk management policies. The committee reports regularly to the board of directors on its activities.

The Company's risk management policies are established to identify and analyse the risks faced by the Company, to

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set appropriate risk limits and controls and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities.

A) Market risk

Market risk is the risk that changes in market prices – such as foreign exchange rates, interest rates and equity prices – will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

i) Price risk

The Company's investments carry a risk of change in prices. To manage its price risk arising from investments, the Company periodically monitors the performance of the investee companies, assess special situations and corporate actions related to investee companies, measures mark- to- market gains/losses of all financial instruments and reviews the same.

ii) Interest rate risk

The Company's main interest rate risk arises from debt securities with variable rates, which expose the Company to cash flow interest rate risk. However, the variable interest rate/ coupon is linked to the performance of underlying investment strategy.

The Company's fixed rate borrowings are carried at amortised cost. They are therefore not subject to interest rate risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates.

The Company also has interest rate risk due to investment in fixed income securities like government securities, CDs etc. To manage its risk, the company has established risk management framework and monitors and reviews all the financial instruments accordingly.

iii) Currency risk

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates. The Company is not exposed to currency risk as at March 31, 2025.

B) Credit risk

Credit risk is the risk that the Company will incur a loss because its counterparties fail to discharge their contractual obligations. The Company's exposure to credit risk is influenced mainly by cash and cash equivalents, loan assets and other financial assets. Based on business environment in which the Company operates, a default on a financial asset is considered when the counter party fails to make payments within the agreed time period as per contract.

i) Credit risk management

The Company considers probability of default upon initial recognition of asset and whether there has been any significant increase in credit risk on an ongoing basis throughout each reporting period. To assess whether there is a significant increase in credit risk the Company compares the risk of default occurring on the asset as at the reporting date with the risk of default as at the date of initial recognition. It considers available reasonable and supportive forward-looking information.

Definition of Default

A default on a financial asset is when the counterparty fails to make contractual payments when they fall due. Such financial assets are considered under Stage 3 (credit impaired) for the purpose of ECL calculation.

ii) Provision for expected credit losses

The Company provides for expected credit loss based on following:

- a) Low risk: Risk associated with financial assets classified under Stage 1 for the purpose of ECL calculation;
- b) Medium risk: Risk associated with financial assets classified under Stage 2 for the purpose of ECL calculation; and
- c) High risk: Risk associated with financial assets classified under Stage 3 for the purpose of ECL calculation

C) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

INTERNAL CONTROL:

We have established an adequate internal control mechanism to safeguard all our assets and ensure operational excellence. The mechanism also meticulously records all transaction details and ensures regulatory compliance. We have multiple policy frameworks to ensure adequate controls on business processes. Further, Risk and Control dashboards have been defined and are periodically updated for all important operational processes. At periodic intervals, the management team and statutory auditors ensure that the defined controls are operative. We have a dedicated team of internal auditors to conduct an internal audit. Every year, this team defines the audit agenda for the year, which is implemented after approval from the Audit Committee. Reputed audit firms also ensure that all transactions are correctly authorised and reported following the relevant regulatory framework. The reports are reviewed by the Audit Committee of the Board. Wherever necessary, internal control systems are strengthened, and corrective actions are initiated.

CAUTIONARY STATEMENT:

Statements in the Management Discussion and Analysis describing the Company's objectives, expectations, predictions and assumptions may be "FORWARD LOOKING" within the meaning of applicable Laws and Regulations. Actual results may differ materially from those expressed herein, important factors that could influence the Company's operations include domestic economic Conditions affecting demand, supply, price conditions, and change in Government's regulations, tax regimes, other statutes and other factors such as industrial relations.

For and on behalf of the Board of Directors

Alpha Alternatives Financial Services Private Limited

(Formerly known as Provincial Finance and Leasing Co Private Limited)

Sd/-
Naresh Kothari
Director
DIN: 00012523

Sd/-
Shreyans Mehta
Director
DIN: 06756771

Place: Mumbai
Date: August 13, 2025

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Annual Report on the Corporate Social Responsibility (CSR) activities for the financial year 2024 – 2025

[Pursuant to clause (o) of sub-section (3) of section 134 of the Act and Rule 9 of the Companies (Corporate Social Responsibility) Rules, 2014]

1. Brief outline on CSR Policy of the Company:

The Corporate Social Responsibility (CSR) policy under the Companies Act 2013 mandates that certain qualifying companies allocate a portion of their profits towards socially responsible initiatives. This policy requires such companies to spend at least 2% of their average net profits over the previous three financial years on projects related to education, healthcare, environment, poverty alleviation, and more. The policy necessitates the establishment of a CSR committee, composed of company representatives and independent directors, to oversee the formulation and implementation of CSR projects. Regular reporting and disclosure of CSR activities in annual reports are also mandatory. The policy aims to encourage businesses to contribute positively to society and promote sustainable development while enhancing transparency and accountability in corporate actions. The Board of Directors along with its Management and all the employees of the Company subscribe to the philosophy of compassionate care. The Company believes and acts on an ethos of generosity and compassion, characterized by a willingness to build a society that work for everyone.

2. Composition of CSR Committee:

Sl. No.	Name of Directors	Designation	Number of Meetings of the CSR Committee held during the year	Number of Meetings of the CSR Committee attended during the year
1.	Shreyans Mehta	Chairperson (Executive Director)	1	1
2.	Naresh Kothari	Member (Non-Executive Director)	1	1
3.	Pradeep Parakh	Member (Independent Director)	1	1

3. Provide the web-link where Composition of CSR committee, CSR Policy and CSR projects approved by the board are disclosed on the website of the company: www.fin.alt-alpha.com/

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: **Not Applicable**

5.

(Amount in Lakhs)

(a)	Average net profit of the Company as per section 135(5):	Rs. 7,947.28
(b)	Two percent of average net profit of the company as per section 135(5):	Rs. 159.00
(c)	Surplus arising out of the CSR projects or programmes or activities of the previous financial years	Not Applicable
(d)	Amount required to be set off for the financial year, if any	Not Applicable
(e)	Total CSR obligation for the financial year [(b)+(c)-(d)] (Rounded off)	Rs. 159.00

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- 6.
- (a) Amount spent on CSR Projects (both Ongoing Project and other than Ongoing Project): **Rs. 1.59 Cr.**
- (b) Amount spent in Administrative Overheads: NIL
- (c) Amount spent on Impact Assessment, if applicable: Not Applicable
- (d) Total amount spent for the Financial Year [(a)+(b)+(c)]: **Rs. 1.59 Cr.**
- (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 section 135(6)		Amount transferred to any fund specified under Schedule VII as per second proviso to section 135(5)		
	Amount	Date of transfer	Name of the Fund	Amount	Date of transfer
Rs. 1.59 Crores	--	--	--	--	--

- (f) Excess amount for set-off, if any: **Not Applicable**

Sr. No.	Particulars	Amount (in Rs.)
(a)	Two percent of average net profit of the company as per sub-section (5) of section 135	Rs. 1.59 Crores
(b)	Total amount spent for the Financial Year	Rs. 1.59 Crores
(c)	Excess amount spent for the Financial Year [(ii)-(i)]	--
(d)	Surplus arising out of the CSR projects or programmes or activities of the previous Financial Years, if any	--
(e)	Amount available for set off in succeeding Financial Years [(iii)-(iv)]	--

Details of Unspent Corporate Social Responsibility amount for the preceding three Financial Years:

Sr. no.	Preceding Financial Year(s)	Amount transferred to Unspent CSR Account under Section 135 (6) (in Rs.)	Balance Amount in Unspent CSR Account under Section 135 (6) (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 Section 135(6), if any		Amount remaining to be spent in succeeding Financial Years (in Rs.)	Deficiency, if any
					Amount (in Rs.)	Date of Transfer		
NIL								

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

Yes

☐

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:

Sl 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		
					CSR	Name	Registered
NIL							

(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 subsection (5) of section 135: **Not Applicable**

For and on behalf of the Board of Directors

Alpha Alternatives Financial Services Private Limited

(Formerly known as Provincial Finance and Leasing Co Private Limited)

Sd/-

Naresh Kothari

Director

DIN: 00012523

Sd/-

Shreyans Mehta

Director

DIN: 06756771

Place: Mumbai

Date: August 13, 2025

Alpha Alternatives Financial Services Private Limited

34th Floor, Sunshine Tower, Senapati Bapat Marg, Dadar West, Mumbai 400 013

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E: info@alt-alpha.com



Annexure III

Form No. AOC-2

(Pursuant to clause (h) of sub-section (3) of section 134 of the Act and Rule 8(2) of the Companies (Accounts) Rules, 2014)

Form for disclosure of particulars of contracts/arrangements entered into by the company with related parties referred to in sub-section (1) of section 188 of the Companies Act, 2013 including certain arms length transactions under third proviso thereto

1. Details of contracts or arrangements or transactions not at arm's length basis: **Not Applicable**
2. Details of material contracts or arrangement or transactions at arm's length basis:

Sr. No.	Name(s) of the related party and nature of relationship	Nature of contracts / arrangements / transactions	Duration of the contracts / arrangements/ transactions	Salient terms of the contracts or arrangements or transactions including the value, if any	Date(s) of approval by the Board / Audit Committee	Amount paid as advances, if any
1	Alpha Alternatives Holdings Private Limited, the holding Company	Business support charges paid	One Year	Rs. 138 Lakhs	February 29, 2024	Not Applicable

For and on behalf of the Board of Directors
Alpha Alternatives Financial Services Private Limited
(Formerly known as Provincial Finance and Leasing Co Private Limited)

Sd/-
Naresh Kothari
Director
DIN: 00012523

Sd/-
Shreyans Mehta
Director
DIN: 06756771

Place: Mumbai
Date: August 13, 2025

CORPORATE GOVERNANCE REPORT

I. 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 investors, regulators, lenders 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 practices 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 company.

II. Board of Directors:

Composition, Meeting and Attendance:

The composition of the Board of Directors (the "Board") of the Company is in conformity with the SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and the Companies Act, 2013 (the "Act").

As on March 31, 2025, the Company has 4 (four) Directors. Out of the 4 (four), 2 (two) are Non-Executive Independent Directors; 1 (one) is Non-Executive Non-Independent Director and 1 (one) is an Executive Non-Independent Director. The profile of the Directors can be found on the Company's website <https://www.fin.alt-alpha.com/board-of-directors>

The agenda for the Board Meetings are circulated in advance and is backed by comprehensive background information to enable the Board to take informed discussions. During the financial year 2024-25, the Board met 11 (Eleven) times i.e. on April 23, 2024, May 30, 2024, June 26, 2024, August 1, 2024, August 12, 2024, September 5, 2024, September 17, 2024, October 5, 2024, October 18, 2024, January 23, 2025, and February 7, 2025. The necessary quorum was present for all the meetings.

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, 2025 and list of core skills / expertise / competencies identified by the Board of Directors are as under:

Name and DIN of the Directors	Category	No. of Board Meetings attended	Number of Directorships in other Companies	Name of other Listed entities where person is Director - Category of Directorship	Committee positions (including the Company) [§]		Whether attended last AGM held on 27.09.2024
					Member	Chairperson	
Mr. Naresh Kothari DIN:00012523	Non-Executive Non-Independent Director	09	1 - Public Company 3 – Others	1. Black Box Limited (Non-executive Director)	2	1	Yes
Mr. Shreyans Mehta DIN:06756771	Executive Non-Independent Director	10	3 – Others	--	1	--	Yes
Mr. Pradeep Parakh DIN:00008805	Non-Executive Independent Director	11	5 – Others	--	1	1	Yes
Ms. Bharati Aindley DIN:09750519	Non-Executive Women Independent Director	10	--	--	2	--	Yes

[§] Only Audit Committee and Stakeholders' Relation Committee, in public listed companies, have been considered for the Committee position.

None of the Directors are related to each other. None of the Directors hold any shares or convertible instruments of the Company. Web link where familiarization program for Independent Directors has been disclosed: <https://www.fin.alt-alpha.com/policies-codes>

None of the Directors on the Board hold directorships 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 serve 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 committees (being Audit Committee and Stakeholder Relationship Committee), as per Regulation 26(1) and 62O of the 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, 2025, have been made by the Directors.

Independent Directors are non-executive directors as defined under Regulation 16(1)(b) of the Listing Regulations read with Section 149(6) of the Companies Act, 2013 ("Act") along with rules framed thereunder. In terms of Regulation 25(8) and 62N (9) of the Listing Regulations, they have confirmed that they are not aware of any circumstance or situation which exists or may be reasonably anticipated that could impair or

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impact their ability to discharge their duties. Based on the declarations received from the Independent Directors, the Board of Directors have confirmed that they meet the criteria of independence as mentioned under Regulation 16(1)(b) of the Listing Regulations and Section 149(6) of the Act and that they are independent of the management. Further, the Independent Directors 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.

All the directors of the Company have confirmed that they are not disqualified for being appointed as directors pursuant to Section 164 of the Act.

M/s. Sahani & Kothari Associates, Practicing Company Secretaries, have issued a certificate certifying 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 Securities and Exchange Board of India, the Ministry of Corporate Affairs and any such statutory authority.

During FY 2024-25, 1 (one) meeting of the Independent Directors was held on March 17, 2025, wherein both the Independent Directors attended the meeting. The Independent Directors, inter alia, reviewed the performance of Non-Independent Directors, Board as a whole and Chairman, taking into account the views of Executive Director and Non-Executive Directors.

Board skills/expertise/competence matrix:

The Board have identified the following parameters with respect to the skill/expertise/competence that are available with the Board in the context of the business and sector for it to function effectively:

Directors	Industry Knowledge/ Experience			Technical Skills/ Experience						Behavioral Competencies	
	Financial and Capital Markets	Understanding of laws and regulations	International experience	Accounting and Finance	Risk Management	Strategic Management	Legal and Compliance	Information Technology	Governance	Leadership and Mentoring Skills	Interpersonal Relations
Mr. Naresh Kothari	•	•	•	•	•	•	•	•	•	•	•
Mr. Shreyans Mehta	•	•	•	•	•	•	•	•	•	•	•
Mr. Pradeep Parakh	•	•	x	•	•	•	•	•	•	•	•
Ms. Bharati Aindley	•	•	x	•	x	x	•	•	•	•	•

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III. Audit Committee:

Composition, Meetings and Attendance

During FY 2024-25, the Committee met 5 (Five) times on: April 23, 2024, May 30, 2024, August 1, 2024, October 18, 2024, and January 23, 2025.

The composition of the Audit Committee as on March 31, 2025, and the attendance during the year ended March 31, 2025, is as below:

Name of the Member(s)	Category	Number of Meetings	
		Held	Attended
Mr. Pradeep Parakh	Independent Director - Chairperson	5	5
Ms. Bharti Aindley	Independent Director	5	5
Mr. Shreyans Mehta	Executive Director	5	5

All the members have financial management expertise. The constitution and terms of reference of the Committee are in compliance with the requirements of the Act and the Listing Regulations.

The terms of reference of the Audit Committee are as follows:

A. The role of the Audit Committee shall include the following:

- (1) oversight of the Company's financial reporting process and the disclosure of its financial information to ensure that the financial statement is correct, sufficient and credible;
- (2) recommendation for appointment, remuneration and terms of appointment of auditors of the listed entity;
- (3) examination of the financial statement and the auditors' report thereon;
- (4) monitoring the end use of funds raised through public offers and related matters, if any;
- (5) approval of payment to the statutory auditors for any other services rendered by the statutory auditors;
- (6) reviewing, with the management, the annual financial statements and auditor's report thereon before submission to the board for approval, with particular reference to:
 - (a) matters required to be included in the director's responsibility statement to be included in the board's report in terms of clause (c) of sub-section (3) of Section 134 of the Companies Act, 2013;
 - (b) changes, if any, in accounting policies and practices and reasons for the same;

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- (c) major accounting entries involving estimates based on the exercise of judgment by management;
 - (d) significant adjustments made in the financial statements arising out of audit findings;
 - (e) compliance with listing and other legal requirements relating to financial statements;
 - (f) disclosure of any related party transactions; and
 - (g) modified opinion(s) in the draft audit report;
- (7) reviewing, with the management, the quarterly financial statements before submission to the Board for approval;
 - (8) reviewing, with the management, the statement of uses / application of funds raised through an issue (public issue, rights issue, preferential issue, etc.), the statement of funds utilized for purposes other than those stated in the offer document / prospectus / notice and the report submitted by the monitoring agency monitoring the utilisation of proceeds of a public or rights issue, and making appropriate recommendations to the board to take up steps in this matter;
 - (9) reviewing and monitoring the auditor's independence and performance, and effectiveness of audit process;
 - (10) approval or any subsequent modification of transactions of the listed entity with related parties;
 - (11) scrutiny of inter-corporate loans and investments;
 - (12) valuation of undertakings or assets of the listed entity, wherever it is necessary;
 - (13) evaluation of internal financial controls and risk management systems;
 - (14) reviewing, with the management, performance of statutory and internal auditors, adequacy of the internal control systems;
 - (15) reviewing the adequacy of internal audit function, if any, including the structure of the internal audit department, staffing and seniority of the official heading the department, reporting structure coverage and frequency of internal audit;
 - (16) discussion with internal auditors of any significant findings and follow up there on;
 - (17) reviewing the findings of any internal investigations by the internal auditors into matters where there is suspected fraud or irregularity or a failure of internal control systems of a material nature and reporting the matter to the Board;
 - (18) discussion with statutory auditors before the audit commences, about the nature and scope of audit as well as post-audit discussion to ascertain any area of concern;

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- (19) to look into the reasons for substantial defaults in the payment to the depositors, debenture holders, shareholders (in case of non-payment of declared dividends) and creditors;
- (20) to review the functioning of the Whistle Blower Mechanism;
- (21) approval of appointment of Chief Financial Officer after assessing the qualifications, experience and background, etc. of the candidate;
- (22) Carrying out any other function as is mentioned in the terms of reference of the audit committee;
- (23) reviewing the utilization of loans and / or advances from / investment by the holding company in the subsidiary exceeding rupees 100 crore or 10% of the asset size of the subsidiary, whichever is lower including existing loans / advances / investments existing as on the date of coming into force of this provision;
- (24) consider and comment on rationale, cost-benefits and impact of schemes involving merger, demerger, amalgamation etc., on the listed entity and its shareholders.

B. The Audit Committee shall mandatorily review the following:

- (1) review the management discussion and analysis of financial condition and results of operations;
- (2) statement of significant (material) related party transactions (as defined by the audit committee), submitted by management;
- (3) management letters / letters of internal control weaknesses issued by the statutory auditors;
- (4) internal audit reports relating to internal control weaknesses;
- (5) the appointment, removal and terms of remuneration of the chief internal auditor shall be subject to review by the audit committee; and
- (6) statement of deviations:
 - (a) quarterly statement of deviation(s) including report of monitoring agency, if applicable, submitted to stock exchange(s) in terms of Regulation 32(1); and
 - (b) annual statement of funds utilized for purposes other than those stated in the offer document/prospectus/notice in terms of Regulation 32(7).

The Auditors and Internal Auditors are invited to attend the meetings of the Committee. The Company Secretary acts as the Secretary to the Committee.

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IV. Nomination and Remuneration Committee:

Composition, Meetings and Attendance

During FY 2024-25, the Committee met 3 (Three) times on April 23, 2024, August 1, 2024 and January 23, 2025.

The composition of the Nomination and Remuneration Committee as on March 31, 2025, and the attendance during the year ended March 31, 2025, is as below:

Name of the Member(s)	Category	Number of Meetings	
		Held	Attended
Ms. Bharti Aindley	Independent Director - Chairperson	3	3
Mr. Pradeep Parakh	Independent Director	3	3
Mr. Naresh Kothari	Non-Executive Director	3	2

The terms of reference of the Nomination and Remuneration Committee are as follows:

1. Formulation of the criteria for determining qualifications, positive attributes and independence of a director and recommend to the board of directors a policy relating to, the remuneration of the directors, key managerial personnel, and other employees;
2. For every appointment of an independent director, the Nomination and Remuneration Committee shall evaluate the balance of skills, knowledge, and experience on the Board and on the basis of such evaluation, prepare a description of the role and capabilities required of an independent director. The person recommended to the Board for appointment as an independent director shall have the capabilities identified in such description. For the purpose of identifying suitable candidates, the Committee may:
 - a. use the services of an external agencies, if required;
 - b. consider candidates from a wide range of backgrounds, having due regard to diversity; and
 - c. consider the time commitments of the candidates.
3. Formulation of criteria for evaluation of performance of Independent Directors and the Board of Directors;
4. Devising a policy on diversity of Board of Directors;
5. Identifying 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 of Directors their appointment and removal and shall carry out evaluation of every Director 's performance;
6. 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;
7. Recommend to the Board, all remuneration, in whatever form, payable to Senior Management;

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8. To act as the Compensation Committee under the applicable SEBI (Share Based Employee Benefits and Sweat Equity), Regulations, 2021 and any statutory amendment or modification thereto;
9. To ensure 'fit and proper' status of proposed/existing directors as required; and
10. To perform such other functions as may be prescribed by the Board of Directors from time to time.

The Company has formulated a Board Evaluation Policy which *inter-alia* includes performance evaluation of the Independent Directors.

Board Evaluation:

During the year, in accordance with the Board Evaluation Policy, an annual evaluation of its own performance and that of the Committees and Directors pursuant to the provisions of the Act was carried out by the Board on various parameters which inter alia included composition, effectiveness, quality of discussion, contribution at the meetings, business acumen, strategic thinking, time commitment, corporate governance practices, contribution of the Committees etc.

A separate meeting of the Independent Directors was held wherein the performance of the Non-Independent Directors, performance of the Board as a whole (including the Committees) and also that of the Chairman in terms of the provisions of the Act was discussed.

Familiarisation Programme:

The Board members are provided with necessary information, documents, reports and internal policies to familiarise them with the Company's procedures and practices.

Presentations at regular intervals are made by the senior management, covering areas like operations, business environment, budget, strategy and risks involved. Updates on relevant statutory, regulatory changes encompassing important laws/ regulations applicable to the Company are presented to Directors. The Independent Directors are familiarised with their roles, rights, responsibilities etc. in relation to the nature of the financial services sector and the business model of the Company. The details are uploaded on the website of the Company at: <https://www.fin.alt-alpha.com/policies-codes>.

V. Stakeholder Relationship Committee cum Customer Service Committee:

Composition, Meetings and Attendance

During FY 2024-25, the Committee met 2 (Two) times on: May 30, 2024 and January 23, 2025

The composition of the Stakeholder Relationship cum Customer Service Committee as on March 31, 2025, and the attendance during the year ended March 31, 2025, is as below:

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Name of the Member(s)	Category	Number of Meetings	
		Held	Attended
Mr. Naresh Kothari	Non-Executive Director - Chairperson	2	1
Ms. Bharti Aindley	Independent Director	2	2
Mr. Pradeep Parakh	Independent Director	2	2

Ms. Rupali Maini was the Company Secretary and Compliance Officer of the Company till November 22, 2024, and thereafter Mr. Sundaram Goswami was appointed as the Company Secretary and Compliance Officer w.e.f. January 23, 2025, and was designated as Grievance Redressal Officer of the Company.

Further, pursuant to the Master Direction – Reserve Bank of India (Internal Ombudsman for Regulated Entities) Directions, 2023, NBFCs with an asset size of more than Rs. 5,000 crores are required to appoint an Internal Ombudsman (“IO”) to deal with the complaints that have already been examined by the Company but have been partly or wholly rejected by the Company.

Since, during the year under review, the Company has crossed the assets size of Rs. 5,000 crores, the Company had appointed Mr. K. Sreenivasa Rao, as an IO of the Company in its board meeting held on October 18, 2024. Pursuant to the appointment of the IO, it was felt necessary to expand the scope of the existing Stakeholder Relationship Committee and add the function of oversight of the activities related to customer service and procedures mandated for IO and his functioning.

Accordingly, the Board at its meeting held on January 23, 2025, considered the proposal to rechristen the Stakeholders Relationship Committee to Stakeholder Relationship cum Customer Service Committee (“SRCSC”) and to amend the existing terms of reference of the Committee to include the following terms of reference:

- To look into the various aspects related to the customer experience, including but not limited to service standards, processes, grievance redressal mechanism and management of the office of Internal Ombudsman and its affairs as per the applicable act, rule, regulations, RBI master directions, notifications and circulars; and
- To act in terms of any consequent statutory modification(s)/amendment(s)/revision(s) to any of the applicable provisions to the said Committee.

The Company’s Equity shares are not listed on any stock exchange. The Company has listed its debentures on the National Stock Exchange, and it has not received any complaints or concerns from the debenture holders in relation to the debentures it has issued.

The terms of reference of the Stakeholder Relationship Committee are as follows:

1. To specifically look into the redressal of grievances of shareholders, debenture holders and other securities holders.
2. To consider and resolve the grievances of the securities holders of the Company including complaints related to transfer/transmission of shares, non-receipt of Annual report, non-receipt of declared dividends. Issue of new/duplicate certificates, general meeting etc.

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3. To act in terms of any consequent statutory modification(s)/amendment(s)/revision(s) to any of the applicable provisions to the said Committee.
4. Review measures taken for effective exercise of voting rights by shareholders.
5. Review of adherence to the service standards adopted by the listed entity in respect of various services being rendered by the Registrar and Share Transfer Agent.
6. Review various measures and initiatives taken by the listed entity for reducing the quantum of unclaimed dividends and ensuring timely receipt of dividend warrants/annual reports/statutory notices by the security shareholders of the entity.
7. To look into the various aspects related to the customer experience, including but not limited to service standards, processes, grievance redressal mechanism and management of the office of Internal Ombudsman and its affairs as per the applicable act, rule, regulations, RBI master directions, notifications and circulars; and
8. To act in terms of any consequent statutory modification(s)/amendment(s)/revision(s) to any of the applicable provisions to the said Committee.

VI. Risk Management Committee:

Composition, Meetings and Attendance

During FY 2024-25, the Committee met 4 (Four) time on: May 30, 2024, August 1, 2024, October 18, 2024 and January 23, 2025.

The composition of the Risk Management Committee as on March 31, 2025, and the attendance during the year ended March 31, 2025, is as below:

Name of the Member(s)	Category	Number of Meetings	
		Held	Attended
Mr. Shreyans Mehta	Executive Director - Chairperson	4	4
Mr. Naresh Kothari	Non-Executive Director	4	2
Mr. Pradeep Parakh	Independent Director	4	4

The terms of reference of the Risk Management Committee are as follows:

1. To lay down procedures regarding managing and mitigating the risk through Integrated Risk Management Systems, Strategies and Mechanisms.
2. To deal with issues relating to credit policies and procedure and manage the credit risk, operational risk, management of policies and process.

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3. Identifying, measuring and monitoring the various risk faced by the Company, assist in developing the Policies and verifying the Models that are used for risk measurement from time to time.
4. To monitor the progress made in putting in place a progressive risk management system and risk management policy and strategy followed by the NBFC.
5. Promoting an enterprise risk management competence throughout the organisation, including facilitating development of IT-related enterprise risk management expertise.
6. Establishing a common risk management language that includes measures around likelihood and impact and risk categories.
7. To evaluate and oversee the liquidity risk of the Company.
8. To ensure that appropriate methodology, processes and systems are in place to identify, monitor, control, mitigate and evaluate risks associated with the business of the Company and functioning of the Company.
9. To have oversight over implementation of risk Management Policy, including evaluating the adequacy of risk management systems and other policies including Anti Money Laundering and KYC (Know your Customer) Policies.
10. To periodically review the risk management policy, at least once in two years, including by considering the changing industry dynamics and evolving complexity.
11. To keep the board of directors informed about the nature and content of its discussions, recommendations and actions to be taken.
12. The appointment, removal and terms of remuneration of the Chief Risk Officer (if any) shall be subject to review by the Risk Management Committee.
13. To institute effective governance mechanism and risk management process for all outsourced operations/activities.
14. To review and approve the activities pertaining to the Outsourcing activities as required under RBI regulations including review of financial and operational condition of the service provider to assess its ability to meet its obligations on an annual basis.

VII. Particulars of Senior Management of the Company:

Sl. No.	Name	Designation
1	Mr. Amit Kothari	Chief Operating Officer
2	Mr. Nilesh Gugale	Chief Risk Officer
3	Mr. D.S.S. Nishank	Chief Compliance Officer
4	Mr. Jay Paleja	Chief Financial Officer
5	Mr. Suraj Pathak	Chief Information & Security Officer
6	Ms. Aparna Modak	Chief Technology Officer

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VIII. Remuneration of Directors:

The Company pays sitting fees to the Independent Directors for attending the meetings of the Board and the Committees thereof.

The details of the sitting fees paid to Independent Directors during the financial year ended March 31, 2025, are as under:

Sitting Fees paid for attending Board and Committee Meetings held during FY 2024-2025:

Sr. No.	Name of the Independent Director	Sitting Fees
1	Mr. Pradeep Parakh	2,95,000
2	Ms. Bharti Aindley	2,75,000
Total...		5,70,000

Further, upon recommendations of the Nomination and Remuneration Committee and upon evaluation of performance of Mr. Shreyans Mehta, Executive Director, the board of directors, at their meeting held on August 1, 2024, approved the payment of Rs. 4.5 cr, as performance bonus to Mr. Mehta.

Severance fees and stock option – **Not Applicable**.

Further, none of the Non-executive Director and Independent Directors had any pecuniary relationships or transactions with the Company during the year under review.

The Nomination and Remuneration Policy of the Company which, inter alia, lays down the criteria of making payments to non-executive directors is available on the website of Company at <https://www.fin.alt-alpha.com/policies-codes>

VIII. General body meetings:

The date and venue of the last three AGMs are given below:

Financial Year	Date	Venue	Special Resolutions passed
2023-24	September 27, 2024	34 th Floor, Sunshine Tower, Senapati Bapat Marg Near Kamgar Krida Maidan, Dadar (West), Mumbai - 400013	Nil
2022-23	September 29, 2023	34 th Floor, Sunshine Tower, Senapati Bapat Marg Near Kamgar Krida Maidan, Dadar (West), Mumbai - 400013	Nil
2021-22	September 30, 2022	34 th Floor, Sunshine Tower, Senapati Bapat Marg Near Kamgar Krida Maidan, Dadar (West), Mumbai - 400013	Nil

Further, no special resolution was passed last year through postal ballot nor any special resolution is proposed to be conducted through postal ballot.

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IX. Means of Communication:

The 'Investor Information' section on the Company's website (www.fin.alt-alpha.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: compliance@alt-alpha.com. The Financial Results are also published in the newspapers.

IX. General Shareholder Information:

a. Date, Time, Venue of AGM:

i.	AGM: Date, time and venue:	September 16, 2025 at 10:00 a.m. at the registered office of the Company at 34 th Floor, Sunshine Tower, Senapati Bapat Marg Near Kamgar Krida Maidan, Dadar (West), Mumbai – 400013.
ii.	Financial Year	April 1, 2024 to March 31, 2025
iii.	Dividend Payment Date	N.A.

b. Listing of Securities on Stock Exchanges:

The Company has issued Non-Convertible Debentures ("NCDs") on private placement and the same are listed on National Stock Exchange of India Limited ("NSE").

Name of the Stock Exchange	Address of the Stock Exchange
National Stock Exchange of India Limited ("NSE")	Exchange Plaza, C-1, Block G, Bandra Kurla Complex Bandra (East), Mumbai - 400051

The Company has paid the listing fees to NSE for the financial year 2024-25.

c. Debenture Trustee and Registrar to an issue and share transfer agents:

Debenture Trustee:

The details of the Debenture Trustees for the NCDs issued by the Company are given below:

MITCON Credentia Trusteeship Services Limited

1402/1403 Dalamal Tower, Free Press Journal Marg, 211, Nariman Point, Mumbai – 400021.

Website: www.mitcontrustee.com Tel: +91 022-2282-8200

e-mail: mitcontrustee@mitconindia.com

Registrar & Share Transfer Agent:

The details of the Registrar & Share Transfer Agent for the NCDs issued by the Company are given below:

MUFG Intime India Private Limited

247 Park, C-101 1st Floor, LBS Marg Vikhroli West, Mumbai -400083

Alpha Alternatives Financial Services Private Limited

34th Floor, Sunshine Tower, Senapati Bapat Marg, Dadar West, Mumbai 400 013

CIN: U65923MH1993PTC075162 | Web: www.alt-alpha.com | B: +91-22-6145-8900

E: info@alt-alpha.com



Website: <https://in.mpms.mufg.com/> Tel: +91 022-4918-6000,
e-mail: mumbai@linkintime.co.in

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

- e. **Share Transfer System:** The equity shares of the Company are not listed on any stock exchanges and are held both in physical and demat mode. Further, the listed NCDs issued by the Company are 100% held in demat mode.

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 NCDs of the Company are in dematerialized form, hence, transfers of NCDs in electronic form are effected through the depositories with no involvement of the Company.

- f. **Distribution of shareholding:**

Shareholding Pattern as on March 31, 2025:

Equity Shares:

Sr. No.	Name of Equity Shareholders	Shareholding	
		Number	Percentage
1.	Alpha Alternatives Holdings Private Limited	1,59,56,179	100%
2.	Naresh Kothari (<i>Nominee of Alpha Alternatives Holdings Private Limited</i>)	1	--
	Total	1,59,56,180	100.00%

Preference Shares:

Sr. No.	Name of Preference Shareholders	Shareholding	
		Number	Percentage
1.	Sargam Retails Private Limited	16,09,383	62.44%
2.	Silvia Ventures LLP	2,50,000	9.70%
3.	Rajasthan Gum Private Limited	4,15,618	16.12%
4.	Harshvardhan Properties Private Limited	1,51,133	5.86%
5.	Yashvardhan Estate and Developers Private Limited	1,51,133	5.86%
	Total	25,77,267	100.00%

Further, no shares or convertible instruments are held by non-executive directors.

- g. **Dematerialization of shares:** The equity shares of the Company are not listed on any stock exchanges and are held both in physical and demat mode. Further, the listed NCDs issued by the Company are 100% held in demat mode.

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- h. **Outstanding GDRs/ADRs/ Warrants or any convertible instruments, conversion date and likely impact on equity:** The Company has not issued GDRs/ADRs/Warrants or any other instrument convertible into equity.
- i. **Details of equity shares lying in the suspense account pursuant to the Listing Regulations:** Not Applicable.
- j. **Plant locations:** Not Applicable.
- k. **Credit ratings:**

The credit ratings obtained by the Company during the year 2024-25 are as under:

Nature of Securities	Rating Agency	Credit Rating	Date of revision (if any)	Revised Rating
Market Linked Debentures	Care Ratings Limited	CARE PP MLD BBB+	-	-
Market Linked Debentures	Acuité Ratings & Research Limited	ACUITE PP-MLD BBB+	-	-
Subordinated Debt	Acuite Ratings and Research Limited	BBB+	-	-

I. Other Disclosures:

- i. The Company did not enter into any materially significant related party transactions having a potential conflict with the interest of the Company at large. Transactions with the related parties are disclosed in the financial statements.
- ii. Details of non-compliance by the listed entity, penalties, strictures imposed on the listed entity by stock exchange(s) or the board or any statutory authority, on any matter related to capital markets, during the last three years:

Regulation/ Circular No.	Details of Violation	Fine Amount (in Rs.)
Reg 52(7)/(7A) of SEBI LODR	The Company has delayed in filing the Statement indicating the utilization of issue proceeds of non-convertible securities for the quarter ended March 31, 2022, by 7 days.	7,000
Reg 50(1) of SEBI LODR	The Company has delayed in filing the intimation by 1 day, w.r.t. Board Meeting for approval of audited Financial Statements for the quarter and year ended March 31, 2022.	5,000
Reg 54(2)/(3) of SEBI LODR	The Company has delayed in filing the Asset Cover Certificate issued by the Statutory Auditors for March 31, 2022 by 1 day.	1,000

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Regulation/ Circular No.	Details of Violation	Fine Amount (in Rs.)
Regulation 51(2) read with Part B of Schedule III of SEBI LODR	The Company has delayed in filing the outcome of the Board Meeting dated May 30, 2022 by ~3 hours and 30 minutes regarding approval of the Audited Financial Results for the quarter and year ended March 31, 2022.	--
Regulation 13(3) of the SEBI LODR	The Company has delayed in filing the NIL Statement of Investor Complaints for the Quarter ended March 31, 2022, by a period of 8 days.	--
Regulation 54(2) of the SEBI LODR	The Company has filed the Security Cover Certificate. However, In the intimation filed with the Stock Exchange dated August 10, 2022, the Company has not disclosed the details as required under Regulation 54(2).	--
Regulation 57(4) of the SEBI LODR	The Company has delayed in filing the intimation under Regulation 57(4) regarding NIL Interest / Principle amount to Debenture Holders payable during the Quarter ending September 30, 2022, by a period of 4 days.	--
Reg 60 (2) of SEBI LODR	The Company has delayed in filing the intimation under Regulation 60(2) regarding record date for redemption of Debentures filed on March 20, 2023, by 4 days.	--

- iii. The Company has a Whistle Blower Policy/ Vigil Mechanism to report concerns about unethical behaviour, actual or suspected fraud or violation of our code of conduct and confirms that no personnel have been denied access to the Audit Committee.
- iv. The Company has complied with the requisite requirements of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.
- v. Web link where policy for determining 'material' subsidiaries is disclosed: **Not Applicable**
- vi. The Policy on Related Party Transactions is available at: <https://www.fin.alt-alpha.com/policies-codes>.
- vii. Disclosure of commodity price risks and commodity hedging activities: **Not applicable**
- viii. Details of utilization of funds raised through preferential allotment or qualified institutions placement as specified under Regulation 32 (7A):- **Not Applicable**

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- ix. 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 is enclosed as **Annexure A**.
- x. There have been no instances where the Board has not accepted recommendation of any Committee of the Board, during the financial year.
- xi. **Total fees for all services paid by the listed entity to the statutory auditor:** The details of fees paid to M/s. NDAA & Associates LLP, Chartered Accountants and M/s KKC & Associates LLP, Chartered Accountants are as below:

Particulars	Amount (in lakhs)
NDAA & Associates LLP (Upto August 1, 2024)	
Audit Fees	1.82
Certification and other services	0.93
Total	2.75
KKC & Associates LLP (From August 1, 2024)	
Audit Fees	20.43
Certification and other services	1.24
Total	21.67

(The above payments exclude out-of-pocket, travelling expenses and Goods and Service tax.)

Further, no fees were paid to any entity in the network firm/network entity of which the Statutory Auditor is a part.

- xii. Disclosures in relation to the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013:
- Number of complaints filed during the Financial Year: Nil
 - Number of complaints disposed of during the Financial Year: Nil
 - Number of complaints pending as on end of the Financial Year: Nil.
- xiii. 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' - **Not Applicable**.
- xiv. Details of material subsidiaries of the listed entity: **Not Applicable**.
- xv. Non-compliance of any requirement of corporate governance report:

Related Party Transactions ("RPTs"):

In terms of Regulation 23(4) of the SEBI Listing Regulations, all material RPTs require approval of the shareholders through resolution and no related party shall vote to approve such resolutions whether the entity is a related party to the particular

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transaction or not. In this connection, it is submitted that the Company is a wholly owned subsidiary of Alpha Alternatives Holdings Private Limited. Accordingly, Alpha Alternatives Holdings Private Limited is a related party of the Company and hence the requirement of only unrelated shareholders voting to approve material RPTs cannot be met. Hence, owing to the impossibility of complying with this voting requirement, the shareholders' approval could not be sought for the material RPTs entered into by the Company during FY 2024-25.

xvi. With respect to the discretionary requirements as specified in Part E of Schedule II:

Audit Qualification: The Auditors of the Company have issued an unmodified opinion/ audit report in respect of the financial results/financial statements.

Separate posts of Chairman and Managing Director & Chief Executive Officer ("CEO"): The Company has not appointed any person as the Managing Director and Chief Executive Officer. Further, the Company has not appointed any director as the Chairperson of the Board.

Also, the Company has not reimbursed expenses incurred by a chairperson for the performance of his/her duties.

Reporting of Internal Auditor: The Internal Auditor of the Company directly reports to the Audit Committee of the Board.

m. As on March 31, 2025, the Company is in compliance with all the mandatory requirements specified in Regulation 17 to 27 of the Listing Regulations except Regulations 17(1)(b) and 23 which have been made applicable to the Company as a High Value Debt Listed Entity effective September 7, 2021, 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 Exchanges.

X. **Declaration signed by the director stating that the members of board of directors and senior management personnel have affirmed compliance with the code of conduct of board of directors and senior management:**

The Company has adopted a Code of Conduct for its employees. 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 <https://www.fin.alt-alpha.com/policies-codes>

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 Director to this effect is enclosed as **Annexure B**.

XI. **Compliance Certificate:**

Pursuant to the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, a certificate issued by M/s. Sahani & Kothari Associates, Practicing Company Secretaries, certifying the compliance by the Company with the provisions of the Corporate Governance is enclosed as **Annexure C**.

XII. Address for correspondence:

For any assistance, request or instruction regarding transfer or transmission of securities, dematerialisation of securities, change of address, non-receipt of annual report and any other query relating to the securities of the Company, the investors may write to:

Company Secretary	Debenture Trustee	Registrar & Transfer Agent
Alpha Alternatives Financial Services Private Limited	MITCON Credentia Trusteeship Services Limited	MUFG Intime India Private Limited
34th Floor, Sunshine Tower, Senapati Bapat Marg, Dadar West, Mumbai – 400013	247 Park, C-101 1st Floor, LBS Marg Vikhroli West, Mumbai - 400083	247 Park, C-101 1st Floor, LBS Marg Vikhroli West, Mumbai - 400083
Email: sundaram.goswami@alt-alpha.com	Tel.: 022-2282-8200	Tel: +91 2249186000 Fax: +91 2249186060
	Website: https://mitconcredentia.in/	Website: www.in.mpms.mufg.com
	Email: contact@mitconcredentia.in	Email: mumbai@linkintime.co.in
	Contact Person: Ms. Vaishali Urkude	Contact Person: Mr. Ganesh Jadhav

For and on behalf of the Board of Directors
Alpha Alternatives Financial Services Private Limited
(Formerly known as Provincial Finance and Leasing Co Private Limited)

Sd/-
Naresh Kothari
Director
DIN: 00012523

Sd/-
Shreyans Mehta
Director
DIN: 06756771

Place: Mumbai
Date: August 13, 2025

REMUNERATION POLICY

1. Introduction:

This policy on Nomination and Remuneration of Directors, Key Managerial Personnel ("KMP"), Senior Management Personnel (SMP) and other employees has been formulated in terms of the provisions of the Companies Act, 2013 and SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), as amended from time to time, in order inter-alia to pay equitable remuneration to Directors, KMP, SMP and other employees of the Company.

2. Objective:

The Policy sets out the guiding principles on:

- I. appointment and remuneration of the Directors, KMP and SMP;
- II. Determining qualifications, positive attributes and independence for appointment of a Director (Executive/Non-Executive/Independent) and recommend to the Board a policy relating to the remuneration for the Directors, KMP and SMP
- III. Formulating the criteria for performance evaluation of all Directors.
- IV. Board diversity.

3. Definitions:

"Act" means the Companies Act, 2013 and Rules framed thereunder, as amended from time to time.

"Board" means Board of Directors of the Company, (which includes a Committee, thereof).

"Company" means : Alpha Alternatives Financial Services Private Limited ("AAFSPL") (Formerly Known as Provincial Finance and Leasing Co Private Limited

"Directors" means Directors of the Company.

"Independent Director" (ID) means a Director referred to in Section 149 (6) of the Companies Act, 2013 and Rules made thereunder.

"Key Managerial Personnel" (KMP) means

1. Chief Executive Officer or the Managing Director or the Manager;
2. Whole-time Director(s);
3. Chief Financial Officer;
4. Company Secretary; and
5. Such other officer, not more than one level below the directors who is in whole time employment and designated as KMP by the Board

"Senior Management Personnel" (SMP) means officers/personnel of the Company, who are members of its core management team excluding Board of Directors and shall comprise all members of management one level below the Chief Executive Officer/Managing Director/Whole Time Director/Manager (including Chief Executive Officer/Manager, in case they are not part of the Board) and shall include Company Secretary and Chief Financial Officer.

Unless the context otherwise requires, words and expressions used in this policy and not defined herein but defined in the Companies Act, 2013 and, as may be amended from time to time, shall have the meaning respectively assigned to them therein.

4. Matters to be dealt with and recommended by NRC to the Board, as may be required

The following matters shall be dealt by the Committee:

- a) Directors Formulate the criteria for determining qualifications, positive attributes and independence of a Director and recommending candidates to the Board, inter alia when circumstances warrant the appointment of a new Director, having regard to the variety of skills, experience and expertise on the Board and who will best complement the Board.
- b) Evaluation of performance making recommendations to the Board on appropriate performance criteria for the Directors. Formulate criteria and framework for evaluation of every Director's performance.
- c) Identifying familiarization and training programs for the Board to ensure that Non-Executive Directors are provided adequate information regarding the operations of the business, the industry and their duties and legal responsibilities.
- d) Remuneration framework and policies NRC is responsible for reviewing and making recommendations to the Board, if required on the following:
 - i. The remuneration of MD/WTD, KMP and SMP.
 - ii. Remuneration of Non-Executive Directors and Chairman.
 - iii. Remuneration Policy for all employees including KMP and SMP which would inter alia aim at:
 - a. Attracting and motivating talent to accomplish Company's long term growth.
 - b. Demonstrating a clear link between executive compensation and performance.
- e) Administration of Company's stock option schemes and all the related matters.

5. Salary

At AAFSPL, salary is paid in two parts: one is fixed, which is paid on a monthly basis, while the variable component is based on the individual's performance following the closure of the financial year.

Additionally, certain senior employees or any employee deemed fit by the directors may receive a Performance Linked Bonus in the form of ESOP as % of Compensation based on Individual and Company Performance.

6. Board Diversity

NRC shall ensure a transparent nomination process to the Board of Directors with the diversity of gender, thought, experience, qualification, knowledge and perspective in the Board.

7. Policy for appointment and removal of Director, KMP and SMP:

- a. Appointment criteria and qualifications NRC shall identify a person and criteria for the qualification, expertise and experience of the person for appointment as Director, KMP or SMP and recommend to the Board his/ her appointment.

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b. Term /Tenure

i. Managing Director / CEO

Term of appointment or re-appointment of Managing Director or CEO not to exceed five years at a time. No re-appointment shall be made earlier than one year before the expiry of term.

ii. Independent Director

An Independent Director shall hold office on the Board of the Company for a term as may be determined by the Board but in no case, not exceeding five years and shall not hold office for more than two consecutive terms.

c. Retirement

The Director, KMP and SMP shall retire as per the provisions of the applicable Act, and the prevailing policy of the Company. On the recommendation of the NRC, the Board if it considers to be in the Company's interest, shall have the discretion to retain Director, KMP and SMP even after attaining the retirement/prescribed age, if any.

d. Removal

In case any Director or KMP or SMP incurs any disqualification as provided under the Act or Rules made thereunder or is in breach of Code of Governance and Ethics adopted by the Company, the NRC may recommend to the Board removal of such Director or KMP or SMP. For any other matters, the terms of employment of the KMP or SMP would apply, as per the organizational policies and procedures.

8. Director and Officer Liability Insurance:

Where Insurance Policy is taken by the Company for its Directors, KMP, SMP and employees indemnifying them against any liability, the premium paid by the Company for such insurance cover shall not be treated as part of the remuneration payable to such personnel. However, if such person is proved to be guilty, the premium paid on such insurance may be recovered from such person, as determined by the Committee.

9. Malus / Clawback:

A malus arrangement permits the Company to prevent vesting of all or part of the amount of a deferred remuneration. Malus arrangement does not reverse vesting after it has already occurred. A clawback is a contractual agreement between the employee and the Company in which the employee agrees to return previously paid or vested remuneration to the Company under certain circumstances. Where any insurance is taken by the Company on behalf of its Directors, Managing Director, KMPs and Senior Management for indemnifying them against any liability, the premium paid on such insurance shall not be treated as part of the remuneration payable to any such personnel. The deferred compensation may be subject to malus / clawback arrangements in the event of subdued or negative financial performance of the company and/or the relevant line of business or employee misconduct in any year. Upon occurrence of these or similar events, the Company may prompt to invoke the malus and clawback clauses that may be applicable on entire variable pay. While setting criteria for the application of malus and clawback, the Company may specify a

period during which malus and/or clawback can be applied, covering at least the deferral and retention periods (a period of time after the vesting of instruments which have been awarded as variable pay during which they cannot be sold or accessed).

10. General:

This policy is framed based on the provisions of the Companies Act, 2013 and Rules framed thereunder and the requirements of Listing Regulation and applicable guidelines of Reserve Bank of India as amended from time to time.

This policy will be reviewed on periodical basis and revisions, if any, will be carried out after approval of Board of Directors / Committee authorized by it as the case may be.

SECRETARIAL AUDIT REPORT

<To be annexed overleaf>



SECRETARIAL AUDIT REPORT

FOR THE FINANCIAL YEAR ENDED MARCH 31, 2025

[Pursuant to section 204(1) of the Companies Act, 2013 and rule 9 of the Companies (Appointment and Remuneration of Managerial Personnel) Rules, 2014]

To,
The Members,
Alpha Alternatives Financial Services Private Limited
(Formerly known as Provincial Finance and Leasing Co Private Limited)
34th Floor, Sunshine Tower,
Senapati Bapat Marg, Dadar (W),
Mumbai - 400 013.

We have conducted the Secretarial Audit of the compliance of applicable statutory provisions and the adherence to good corporate practices by **Alpha Alternatives Financial Services Private Limited** *(Formerly known as Provincial Finance and Leasing Co Private Limited)* (CIN: U65923MH1993PTC075162) having its registered office at 34th Floor, Sunshine Tower, Senapati Bapat Marg, Near Kamgar Krida Maidan, Dadar (West), Mumbai - 400 013 (hereinafter called the "Company") for the financial year ended on March 31, 2025 (the "Audit Period"). The 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 and also the information provided by the Company, its officers, agents and authorized representatives during the conduct of secretarial audit, we hereby report that in our opinion, the Company has, during the Audit Period 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 maintained by the Company for the financial year ended on March 31, 2025, according to the provisions of:

- (i) The Companies Act, 2013 (the "Act") and the rules made thereunder;
- (ii) The Securities Contracts (Regulation) Act, 1956 ('SCRA') and the rules made thereunder;
- (iii) The Depositories Act, 1996 and the Regulations and Bye-laws framed thereunder;
- (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 Borrowings¹;

¹ Not applicable to the Company during the audit period



- (v) The following Regulations and Guidelines prescribed under the Securities and Exchange Board of India Act, 1992 (“SEBI Act”):
- (a) The Securities and Exchange Board of India (Substantial Acquisition of Shares and Takeovers) Regulations, 2011²;
 - (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, 2009³;
 - (d) The Securities and Exchange Board of India (Share Based Employee Benefits) Regulations, 2014⁴;
 - (f) The Securities and Exchange Board of India (Issue and Listing of Non-Convertible Securities) Regulations, 2021;
 - (g) The Securities and Exchange Board of India (Registrars to an Issue and Share Transfer Agents) Regulations, 1993 regarding the Companies Act and dealing with client;
 - (i) The Securities and Exchange Board of India (Delisting of Equity Shares) Regulations, 2021⁵;
 - (h) The Securities and Exchange Board of India (Buy-back of Securities) Regulations, 2018⁶; and
 - (i) The Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI LODR”) in respect of Non-Convertible Debentures of the Company issued by the Company on a private placement basis and listed on National Stock Exchange of India Limited (the “Stock Exchange”).
- (vi) The Reserve Bank of India Act, 1934 and the Circular(s), Master Direction(s), Notification(s) and Regulation(s) issued by the Reserve Bank of India as applicable to Non-Banking Financial Company - Systemically Important Non-Deposit taking Company, being laws that are specifically applicable to the Company based on their sector/industry.

We have also examined compliance with the applicable clauses of the Secretarial Standard issued by The Institute of Company Secretaries of India related to meetings and minutes.

² Not applicable to the Company during the audit period

³ Not applicable to the Company during the audit period

⁴ Not applicable to the Company during the audit period

⁵ Not applicable to the Company during the audit period

⁶ Not applicable to the Company during the audit period



During the Audit Period under review, the Company has complied with the provisions of the Act, Rules, Regulations, Guidelines, Standards, etc. mentioned above and in respect of the laws specifically applicable (to the extent applicable) to the Company based on its sector/industry, in so far as registration, submission of various returns/information to be filed with the respective authorities.

We further report that:

The Board of Directors of the Company is duly constituted with proper balance of Executive, Non-Executive and Independent Directors. There were no changes in the composition of the Board of Directors during the period under review.

Further, during the period under review, Ms. Rupali Maini resigned from the post of Company Secretary & Compliance Officer of the Company with effect from November 22, 2024. Further, Mr. Sundaram Goswami was appointed as a Company Secretary & Compliance Officer of the Company with effect from January 23, 2025.

Adequate notice is given to all the Directors to schedule the Board Meetings and Committee Meetings; agenda and detailed notes on agenda were sent at least seven days in advance and at few instances 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.

All Resolutions of the Board of Directors and its Committees are approved on the basis of majority and are duly recorded in the respective Minutes. There were no dissenting views by any member of the Board of Directors during the Audit Period.

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

We further report that during the Audit Period:

- (i) the Company on April 27, 2024, has obtained the approval of members under Sections 42, 55, 62 of the Act and the rules framed thereunder for issue, offer and allot 4,15,618 - 0.0001% Series B Cumulative Compulsorily Convertible Preference Shares of the face value of Rs. 10/- each at a Premium of Rs. 784/- aggregating to Rs. 33,00,00,692/- (Rupees Thirty-Three Crores Six Hundred and Ninety-Two Only) for cash on a preferential basis in one or more tranches to Rajasthan Gum Private Limited;
- (ii) the Company on September 30, 2024, has issued and allotted 2,80,000 Equity Shares of the Company of face value of Rs. 10/- each at a premium of Rs. 1,409/- each aggregating to Rs. 39,73,20,000/- (Rupees Thirty-Nine Crore Seventy-Three Lakh and Twenty Thousand Only) on rights basis to Alpha Alternatives Holdings Private Limited (Holding Company);
- (iii) the Company on December 12, 2024, has issued and allotted 1,76,180 Equity Shares of the Company of face value of Rs. 10/- each at a premium of Rs. 1,409/- each aggregating to Rs. 24,99,99,420/- (Rupees Twenty-Four Crore Ninety-Nine Lakh Ninety-Nine Thousand Four Hundred and Twenty Only)) on rights basis to Alpha Alternatives Holdings Private Limited (Holding Company); and



- (iv) the Company on various dates had issued and allotted 1,38,966 (One Lakh Thirty-Eight Thousand Nine Hundred and Sixty-Six) Non-Convertible Debentures of the face value of Rs. 1,00,000/- each and the same are listed on the Stock Exchange.

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

For M/s. SAHANI & KOTHARI ASSOCIATES
Company Secretaries
“A Peer Reviewed Unit”
ICSI Unique Code: P2016MH056500




Kirti Kothari
Partner
Mem. No. F12007
COP: 17287

Place: Bangalore
Date: August 13, 2025

UDIN: F012007G000997387



‘Annexure A’

To,
The Members,
Alpha Alternatives Financial Services Private Limited
(Formerly known as Provincial Finance and Leasing Co Private Limited)
34th Floor, Sunshine Tower,
Senapati Bapat Marg, Dadar (W),
Mumbai - 400 013.

Our report of even date is to be read along with 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 processes 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 processes and practices, we followed provided a reasonable basis for our opinion.
3. We have not verified the correctness and appropriateness of financial records and book 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, regulation, standards is the responsibility of management. Our examination was limited to the verification of procedures on the test basis.
6. The Secretarial Audit Report 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 M/s. **SAHANI & KOTHARI ASSOCIATES**
Company Secretaries
“A Peer Reviewed Unit”
ICSI Unique Code: P2016MH056500




Kirti Kothari
Partner
Mem. No. F12007
COP: 17287

Place: Bangalore
Date: August 13, 2025

UDIN: F012007G000997387

CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

<To be annexed overleaf>



CERTIFICATE OF NON-DISQUALIFICATION OF DIRECTORS

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

To,
The Members,
Alpha Alternatives Financial Services Private Limited
(Formerly known as Provincial Finance and Leasing Co Private Limited)
34th Floor, Sunshine Tower,
Senapati Bapat Marg, Dadar (W),
Mumbai - 400 013.

We have examined the relevant registers, records, forms, returns and disclosures received from the Directors of **Alpha Alternatives Financial Services Private Limited** (Formerly known as Provincial Finance and Leasing Co Private Limited) having CIN U65923MH1993PTC075162 and having its registered office at 34th Floor, Sunshine Tower, Senapati Bapat Marg Near Kamgar Krida Maidan, Dadar (West), Mumbai - 400013 (hereinafter referred to as 'the Company'), produced before 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 (as amended from time to time) read with SEBI letter dated September 23, 2021.

In our opinion and to the best of our information and according to the verifications (including Directors Identification Number (DIN) status at the portal of the Ministry of Corporate Affairs i.e. www.mca.gov.in) as considered necessary and explanations furnished to us by the Company and 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 March 31, 2025 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 the Director	DIN	Date of Appointment in the Company
1.	Shreyans Mehta	06756771	19-Jan-2019
2.	Naresh Kothari	00012523	19-Jan-2019
3.	Pradeep Kumar Parakh	00008805	29-Sep-2022
4.	Bharati Aindley	09750519	29-Sep-2022



Ensuring the eligibility of 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 valid as on the date of issue and 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 M/s. **SAHANI & KOTHARI ASSOCIATES**
Company Secretaries
“A Peer Reviewed Unit”
ICSI Unique Code: P2016MH056500




Kirti Kothari
Partner
Mem. No. F12007
COP: 17287

Place: Bangalore
Date: August 13, 2025

UDIN: F012007G000997431

DECLARATION BY THE DIRECTOR UNDER SEBI LODR

In accordance with SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, I hereby confirm that, all the Directors of the Board and Senior Management Personnel of the Company have affirmed compliance to the Code of Conduct for the financial year ended March 31, 2025.

For and on behalf of the Board of Directors

Alpha Alternatives Financial Services Private Limited

(Formerly known as Provincial Finance and Leasing Co Private Limited)

Sd/-
Naresh Kothari
Director
DIN: 00012523

Sd/-
Shreyans Mehta
Director
DIN: 06756771

Place: Mumbai
Date: August 13, 2025

Alpha Alternatives Financial Services Private Limited

34th Floor, Sunshine Tower, Senapati Bapat Marg, Dadar West, Mumbai 400 013
CIN: U65923MH1993PTC075162 | Web: www.alt-alpha.com | B: +91-22-6145-8900
E: info@alt-alpha.com



COMPLIANCE CERTIFICATE ON CORPORATE GOVERNANCE

<To be annexed overleaf>



COMPLIANCE CERTIFICATE ON CORPORATE GOVERNANCE

[Pursuant to Schedule V Para E of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015]

To,

The Members,

Alpha Alternatives Financial Services Private Limited

(Formerly known as Provincial Finance and Leasing Co Private Limited)

34th Floor, Sunshine Tower,

Senapati Bapat Marg, Dadar (W),

Mumbai - 400 013.

We have examined the compliance with the conditions of Corporate Governance of **Alpha Alternatives Financial Services Private Limited** *(Formerly known as Provincial Finance and Leasing Co Private Limited)* ("the Company") for the year ended on March 31, 2025, as prescribed in the Regulations 17 to 27, 62(1A), and Para C, D and 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, 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.

In our opinion and to the best of our information and according to the explanations given to us, we certify that the Company has complied with the conditions of Corporate Governance, as specified in the aforesaid provisions of the SEBI Listing Regulations 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. The compliance of conditions of Corporate Governance is the responsibility of the Management.

Our examination was limited to procedures and implementation thereof, adopted by the Company for ensuring compliance with the conditions of Corporate Governance. It is neither an audit nor an expression of opinion on the Financial Statements of the Company. We further state that such compliance is neither an assurance as to the future viability of the Company nor the efficiency or effectiveness with which the Management has conducted the affairs of the Company.

For **M/s. SAHANI & KOTHARI ASSOCIATES**

Company Secretaries

"A Peer Reviewed Unit"

ICSI Unique Code: P2016MH056500



Kirti Kothari
Kirti Kothari
Partner

Mem. No. F12007

COP: 17287

Place: Bangalore

Date: August 13, 2025

UDIN: F012007G000997409

Independent Auditor's Report

To

The Members of

Alpha Alternatives Financial Services Private Limited

Report on the audit of the Financial Statements

Opinion

1. We have audited the accompanying Financial Statements of Alpha Alternatives Financial Services Private Limited (Formerly known as 'Provincial Finance and Leasing Co Private Limited ')(the Company'), which comprise the Balance Sheet as at 31 March 2025, and the Statement of Profit And Loss (including Other Comprehensive Income), Statement of Changes in Equity and Statement of Cash Flows for the year ended on that date, and notes to the Financial Statements, including a summary of material accounting policy information and other explanatory information ('the Financial Statements').
2. In our opinion and to the best of our information and according to the explanations given to us, the aforesaid Financial Statements give the information required by the Companies Act, 2013 ('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 the Companies (Indian Accounting Standards) Rules, 2015, as amended, ('Ind AS') and other accounting principles generally accepted in India, of the State of Affairs of the Company as at 31 March 2025, and its Profit and 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 in accordance with the Standards on Auditing ('SAs') specified under section 143(10) of the Act. Our responsibilities under those SAs are further described in the Auditor's Responsibilities for the Audit of the 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 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 we have obtained is sufficient and appropriate to provide a basis for our opinion on the Financial Statements.

Other Information

4. The Company's Board of Directors are responsible for the other information. The other information comprises the information included in the Company's annual report-but does not include the Financial Statements and our auditors' report thereon. The Other Information is expected to be made available to us after the date of this auditor's report
5. Our opinion on the Financial Statements does not cover the other information and we do not express any form of assurance conclusion thereon.
6. In connection with our audit of the 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 Financial Statements, or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we



conclude that there is a material misstatement of this other information, we are required to report that fact.

7. When we read the annual report, if we conclude that there is a material misstatement therein, we are required to communicate the matter to those charged with governance and take appropriate action as applicable under the relevant laws and regulations

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

8. The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Act, with respect to the preparation of these Financial Statements that give a true and fair view of the State of Affairs, profit and Other Comprehensive Income, Changes in Equity and Cash Flows of the Company in) conformity with the Indian Accounting Standards prescribed under section 133 of the Act read with the Companies (Indian Accounting Standards) Rules, 2015, as amended and other accounting principles generally accepted in India. 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 of the appropriate accounting software for ensuring compliance with applicable laws and regulations including those related to retention of audit logs; 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 Financial Statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.
9. In preparing the Financial Statements, the Board of Directors is 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.
10. The Board of Directors is also responsible for overseeing the Company's financial reporting process.

Auditor's responsibilities for the audit of the Financial Statements

11. Our objectives are to obtain reasonable assurance about whether the 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 Financial Statements. As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:
 - 11.1. Identify and assess the risks of material misstatement of the 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.
 - 11.2. 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) 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.

- 11.3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- 11.4. Conclude on the appropriateness of the Management'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 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.
- 11.5. Evaluate the overall presentation, structure and content of the Financial Statements, including the disclosures, and whether the Financial Statements represent the underlying transactions and events in a manner that achieves fair presentation.
12. 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.
13. 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.
14. From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the Financial Statements of the current year 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

15. The Financial Statements of the Company for the year ended 31 March 2024 were audited by erstwhile Statutory auditors whose reports dated 30 May 2024 expressed an unmodified opinion on those Financial Statements. Our opinion is not modified in respect of this matter.

Report on Other Legal and Regulatory Requirements

16. 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 the 'Annexure A' a statement on the matters specified in paragraphs 3 and 4 of the Order, to the extent applicable.
17. As required by Section 143(3) of the Act, we report that:
 - 17.1. 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.
 - 17.2. In our opinion, proper books of accounts as required by law have been kept by the Company so far as it appears from our examination of those books



- 17.3. The balance sheet, the statement of profit and loss including Other Comprehensive Income, the Statement of Changes in Equity and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
- 17.4. In our opinion, the aforesaid Financial Statements comply with the Ind AS specified under Section 133 of the Act read with the relevant rules thereunder.
- 17.5. On the basis of the written representations received from the directors as on 31 March 2025 taken on record by the Board of Directors, none of the directors is disqualified as on 31 March 2025 from being appointed as a director in terms of Section 164(2) of the Act.
- 17.6. With respect to the adequacy of the internal financial controls with reference to Financial Statements of the Company and the operating effectiveness of such controls, refer to our separate Report in 'Annexure B'.
- 17.7. In our opinion and according to the information and explanations given to us, the remuneration paid by the Company to its directors during the current year is in accordance with the provisions of Section 197 of the Act. The remuneration paid to any director is not in excess of the limit laid down under Section 197 of the Act.
18. 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 (as amended), in our opinion and to the best of our information and according to the explanations given to us:
 - 18.1. The Company does not have any pending litigations which would impact its financial position.
 - 18.2. The Company did not have any long-term contracts including derivative contracts for which there were any material foreseeable losses.
 - 18.3. There were no amounts which were required to be transferred to the Investor Education and Protection Fund by the Company.
 - 18.4. The Management has represented, to best of their knowledge and belief, 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 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, whether, 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.
 - 18.5. The Management has represented, to best of their knowledge and belief, that 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, that the Company 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.
 - 18.6. Based on such audit procedures, that have been considered reasonable and appropriate in the circumstances, performed by us, nothing has come to our notice that has caused us to believe that the representation under para 18.4 and 18.5 contain any material misstatement.
 - 18.7. The Company has not declared or paid dividend during the year, accordingly compliance with section 123 of the Act by the Company is not applicable.



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- 18.8. Based on our examination which included test checks, the company has used an accounting software for maintaining its books of account which has a feature of recording audit trail (edit log) facility and the same has operated throughout the year for all relevant transactions recorded in the software. Further, during the course of our audit we did not come across any instance of audit trail feature being tampered with.
- 18.9. Additionally, the audit trail has been preserved by the Company as per the statutory requirements for record retention.

For KKC & Associates LLP

Chartered Accountants

(formerly Khimji Kunverji & Co LLP)

Firm Registration Number: 105146W/W100621



Devang Doshi

Partner

ICAI Membership No: 140056

UDIN: 25140056BMLIIQ4571



Place: Chennai

Date: 21 April 2025

Annexure 'A' to the Independent Auditor's Report on the Standalone Financial Statements of Alpha Alternatives Financial Services Private Limited (Formerly known as 'Provincial Finance and Leasing Co Private Limited) for the year ended 31 March 2025

(Referred to in paragraph 16 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').
The Company does not have any intangible assets.
- (b) The Company has a regular programme of physical verification of its PPE by which all PPE are verified in a phased manner over a period of 3 years. In our opinion, this periodicity of physical verification is reasonable having regard to the size of the Company and the nature of its assets. Pursuant to the programme, certain PPE were physically verified by the Management during the year. In our opinion, and according to the information and explanations given to us, no material discrepancies were noticed on such verification.
- (c) The company does not have any immovable property. Therefore, provision of clause 3(i)(c) of the order is not applicable to the company.
- (d) In our opinion and according to the information and explanations given to us, the Company has not revalued its PPE during the year.
- (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) and rules made thereunder.
- ii. (a) The Company does not have any inventory, hence physical verification of inventory and reporting under clause 3(ii)(a) of the Order is not applicable.
- (b) The Company has not been sanctioned any working capital limits at any point of time during the year, from banks or financial institutions.
- iii. (a) The Company is registered with Reserve Bank of India (RBI) under section 45-IA as a non-banking financial company. Accordingly, the provisions of clause 3(iii)(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 investments made, and the terms and conditions of the grant of all loans and advances in the nature of loans are not prejudicial to the Company's interest.
- (c) In our opinion and according to the information and explanations given to us, in respect of loans and advances in the nature of loans, the schedule of repayment of principal and payment of interest has been stipulated and the repayments or receipts are regular during the year.
- (d) No amount is overdue in respect of loans and advances in the nature of loans.
- (e) The Company is registered with Reserve Bank of India (RBI) under section 45-IA as a non-banking financial company. Accordingly, the provisions of clause 3(iii)(e) of the Order are not applicable to the Company



- (f) The Company has not granted any 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.
- iv. In our opinion and according to the information and explanations given to us, the Company has complied with the provisions of sections 185 of the Act with respect to the loans given, investments made, guarantees given and security provided. The Company is a Non-banking financial company, due to which its investments are exempted under Section 186 (11) (b) Company has not made investments through more than two layers of investment companies in accordance with the provisions of Section 186(1) of the Act.
- v. In our opinion and according to the information and explanations given to us, the Company has not accepted any deposits or amounts which are deemed to be deposits from the public during the year in terms of directives issued by the Reserve Bank of India or the provisions of Sections 73 to 76 or any other relevant provisions of the Act and the rules framed thereunder. Accordingly, clause 3(v) of the Order is not applicable to the Company.
- vi. The Company is not required to maintain cost records under Section 148(1) of the Companies Act, 2013 read with Companies (Cost Records and Audit) Rules, 2014 and hence reporting under clause 3(vi) of the Order is 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.

According to the information and explanations given to us, no undisputed amounts payable in respect of provident fund, employees' state insurance, Goods and Services Tax, duty of customs, cess and other material statutory dues were in arrears as at 31 March 2025 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 income tax have not been deposited to/with the appropriate authority on account of any dispute.

We confirm that there are no dues of Goods and Services Tax, provident fund, employees' state insurance, sales-tax, service tax, duty of customs, duty of excise, value added tax, cess and any other statutory dues, which have not been deposited to/with the appropriate authority on account of any dispute.



Name of the Statute	Nature of the Dues	Amount Rs in Lakhs	Period to which the amount relates (AY)	Forum where dispute is pending	Remarks, if any
Income tax Act 1961	Intimation under section 143(1)	0.48	2023-24	CPC	Rectification order pending from Income-tax authorities
Income tax Act 1961	Intimation under section 143(3)	8.11	2023-24	CPC	Rectification submission to be filed for the same.
Income tax Act 1961	Intimation under section 143(1)	3.32	2024-25	CPC	Rectification submission to be filed for the same.

- viii. 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, we confirm that we have not come across any transactions 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.
- 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 willful defaulter by any bank or financial institution or government or any government authority or any other lender.
- (c) In our opinion, according to the information and explanations given to us, the Company has not obtained any term loans during the year. The borrowings consist of Market Linked Debentures, the proceeds of which have been utilized for the purposes as specified in the respective offer documents/placement memorandum.
- (d) The Company has not raised any loans on short term basis and hence, reporting under clause 3(ix)(d) of the Order is not applicable to the Company.
- (e) The Company does not have any subsidiaries, associates or joint ventures. Accordingly, the provisions of the clauses (ix)(e) & (f) of the Order are not applicable to the Company.
- x. (a) The Company did not raise money by way of initial public offer or further public offer of shares during the year. However, during the year, the Company has made a private placement of Secured Market linked Debentures, Subordinated Debt and Compulsory Convertible Preference Shares.
- (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 private placement of shares and market linked debentures and the same have been utilised for the purposes for which they were raised.



- 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.
- (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.
- (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, clause 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 and no material deficiencies have been observed which impact our reporting under this Order.
- 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, clause 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 and the Company has obtained the required registration.
- (b) The Company has conducted Non-Banking Financial or Housing Finance activities and has obtained a valid Certificate of Registration ('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) The Group has No CIC 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 resignation of the statutory auditors during the year and we have taken into consideration the issues, objections or concerns raised by the outgoing auditors.
- 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



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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. (a) In respect of other than ongoing projects, there are no unspent amounts in respect of CSR that are required to be transferred to a fund specified in Schedule VII of the Companies Act (the Act), in compliance with second proviso to sub section 5 of section 135 of the Act.
- (b) As at balance sheet date, the Company does not have any amount remaining unspent under Section 135(5) of the Act. Accordingly, reporting under clause 3(xx)(b) of the Order is not applicable

For **KKC & Associates LLP**

Chartered Accountants

(formerly Khimji Kunverji & Co LLP)

Firm Registration Number: 105146W/W100621



Devang Doshi

Partner

ICAI Membership No: 140056

UDIN: 25140056BMLIIQ4571



Place: Chennai

Date: 21 April 2025

Annexure 'B' to the Independent Auditors' report on the Standalone Financial Statements of Alpha Alternatives Financial Services Private Limited (Formerly known as 'Provincial Finance and Leasing Co Private Limited) 'for the year ended 31 March 2025

(Referred to in paragraph '17.6' under 'Report on Other Legal and Regulatory Requirements' section of our report of even date)

Report on the Internal Financial Controls with reference to the aforesaid Standalone Financial Statements under Clause (i) of Sub-section 3 of Section 143 of the Companies Act, 2013 ('the Act').

Opinion

1. We have audited the internal financial controls with reference to the Standalone Financial Statements of Alpha Alternatives Financial Services Private Limited (Formerly known as 'Provincial Finance and Leasing Co Private Limited ('the Company') as at 31 March 2025 in conjunction with our audit of the Standalone Financial Statements of the Company for the year ended on that date.
2. In our opinion, the Company has, in all material respects, an adequate internal financial controls with reference to the Standalone Financial Statements and such internal financial controls were operating effectively as at 31 March 2025, based on the internal controls over financial reporting 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 ('the Guidance Note').

Management's responsibility for Internal Financial Controls

3. The Company's management is responsible for establishing and maintaining internal financial controls based on the internal controls over financial reporting 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 the 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 Company's internal financial controls with reference to the Standalone Financial Statements based on our audit. We conducted our audit in accordance with the Guidance Note and the Standards on Auditing ('SA '), prescribed under section 143(10) of the Act, to the extent applicable to an audit of internal financial controls with reference to the Standalone Financial Statements. Those SAs and the Guidance Note require that we comply with the ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate internal financial controls with reference to the Standalone Financial Statements were established and maintained and whether 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 system with reference to the Standalone Financial Statements and their operating effectiveness. Our audit of internal financial controls with reference to the Standalone Financial Statements included obtaining an understanding of internal financial controls with reference to the 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.

6. 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 the Standalone Financial Statements.

Meaning of Internal Financial Controls with reference to the Standalone Financial Statements

7. A company's internal financial controls with reference to the 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 controls with reference to the Standalone Financial Statements include 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 authorisations of management and directors of the Company ; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorised 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

8. Because of the inherent limitations of internal financial controls with reference to the 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 the Standalone Financial Statements to future periods are subject to the risk that the internal financial controls with reference to the 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)

Firm Registration Number: 105146W/W100621

Devang Doshi

Partner

ICAI Membership No: 140056

UDIN: 25140056BMLIQ4571



Place: Chennai

Date: 21 April 2025

Alpha Alternatives Financial Services Private Limited
(formerly known as "Provincial Finance And Leasing Co Private Limited")

Balance Sheet as at March 31, 2025

(Amount in lakhs)

Particulars	Note No.	As at March 31, 2025	As at March 31, 2024
Assets			
Financial Assets			
Cash and cash equivalents	3	1,574.68	4,261.15
Derivative financial instruments	4	-	387.18
Investments	5	6,17,069.32	4,13,566.03
Other Financial assets	6	185.00	15,627.29
		6,18,829.00	4,33,841.65
Non-financial Assets			
Property, Plant and Equipment	7	0.54	1.46
Other non-financial assets	8	31.98	47.64
		32.52	49.10
Total Assets		6,18,861.52	4,33,890.75
Liabilities and Equity			
Liabilities			
Financial Liabilities			
Derivative financial instruments	4	1,170.35	-
Trade Payables	9		
(I) Trade Payables			
(i) total outstanding dues of micro and small enterprises		-	7.02
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises		152.99	109.70
Debt Securities	10	4,90,159.17	3,43,466.18
Preference Share Capital	11	13,732.99	10,432.99
Subordinated Liabilities	12	36,930.20	26,307.16
Other financial liabilities	13	5,664.85	3,257.93
		5,47,810.55	3,83,580.98
Non-Financial Liabilities			
Current tax liabilities (Net)	14	775.37	2,371.53
Deferred tax Liabilities (Net)	15	1,695.01	376.00
Provisions	16	48.19	19.31
Other non-financial liabilities	17	6,064.98	4,376.74
		8,583.55	7,143.58
Equity			
Equity Share capital	18	1,595.62	1,550.00
Other Equity	19	60,871.80	41,616.19
		62,467.42	43,166.19
Total Liabilities and Equity		6,18,861.52	4,33,890.75

The accompanying notes attached form an integral part of these Financial Statements

For KKC & Associates LLP

Chartered Accountants

Firm's Registration No.: 105146W/W100621



Devang Doshi

Partner

Membership No. : 140058

Chennai

Date: April 21, 2025



For and on behalf of the Board of Directors of

Alpha Alternatives Financial Services Private Limited

(formerly known as "Provincial Finance And Leasing Co Private Limited")



Naresh Kothari

Director

DIN : 00012523

Mumbai

Date: April 21, 2025



Jay Paleja

Chief Financial Officer

Mumbai

Date: April 21, 2025



Shreyans Mehta

Director

DIN : 06756771

Mumbai

Date: April 21, 2025



Sundaram Goswami

Company Secretary

Membership No : A74712

Mumbai

Date: April 21, 2025



Alpha Alternatives Financial Services Private Limited
(formerly known as "Provincial Finance And Leasing Co Private Limited")

Statement of Profit and Loss Account for the year ended March 31, 2025

(Amount In lakhs)

Particulars	Note No.	For the Year ended March 31, 2025	For the Year ended March 31, 2024
Revenue from operations			
Interest Income	20	38,127.27	13,462.67
Dividend Income		490.01	38.64
Net gain/ (loss) on fair value changes	21	52,015.52	56,986.73
Total Revenue from operations		90,632.80	70,488.04
Expenses			
Finance Costs	22	62,625.64	43,643.56
Employee Benefits Expense	23	4,677.00	3,549.85
Depreciation, amortization and impairment expense	24	0.92	1.17
Other expenses	25	6,916.33	4,926.62
Total Expenses		74,219.89	52,121.20
Profit / (loss) before exceptional items and tax		16,412.91	18,366.84
Exceptional items		-	-
Profit/(loss) before tax		16,412.91	18,366.84
Tax Expense:			
Current Tax		2,765.48	4,562.98
Deferred Tax (Net)		1,156.60	(112.07)
(Excess)/ Short provision for earlier years		196.88	165.13
		4,118.96	4,616.04
Profit/(loss) for the period		12,293.95	13,750.81
Profit/(loss) from discontinued operations		-	-
Tax Expense of discontinued operations		-	-
Profit/(loss) from discontinued operations(After tax)		-	-
Profit/(loss) for the period		12,293.95	13,750.81
Other Comprehensive Income			
(A) (i) Items that will not be reclassified to profit or loss			
Fair valuation on Equity instrument		698.79	3,605.78
Remeasurement of the net defined benefit obligation gain / (loss)		(2.30)	(6.81)
(ii) Income tax relating to items not be reclassified to profit or loss		(162.41)	(400.85)
Subtotal (A)		534.08	3,198.12
(B) (i) Items that will be reclassified to profit or loss		-	-
Subtotal (B)		-	-
Other Comprehensive Income (A + B)		534.08	3,198.12
Total Comprehensive Income for the period		12,828.03	16,948.93
Earnings per equity share (for continuing operations)	26		
Basic (Rs.)		76.02	92.74
Diluted (Rs.)		76.02	92.74

The accompanying notes attached form an integral part of these Financial Statements

For KKC & Associates LLP

Chartered Accountants

Firm's Registration No.: 105146W/W100621



Devang Doshi

Partner

Membership No. : 140056

Chennai

Date: April 21, 2025



For and on behalf of the Board of Directors of

Alpha Alternatives Financial Services Private Limited

(formerly known as "Provincial Finance And Leasing Co Private Limited")



Naresh Kothari

Director

DIN : 00012523

Mumbai

Date: April 21, 2025





Shreyans Mehta

Director

DIN : 06756771

Mumbai

Date: April 21, 2025



Jay Paleja

Chief Financial Officer

Mumbai

Date: April 21, 2025



Sundaram Goswami

Company Secretary

Membership No : A74712

Mumbai

Date: April 21, 2025

Alpha Alternatives Financial Services Private Limited
(formerly known as "Provincial Finance And Leasing Co Private Limited")

Cash Flow Statement for the year ended March 31, 2025

(Amount in lakhs)

Particulars	For the Year ended March 31, 2025	For the Year ended March 31, 2024
[A] CASH FLOW FROM OPERATING ACTIVITIES		
Profit/(Loss) before tax	16,412.91	18,366.84
Adjustments for:		
Interest Income	(106.08)	(259.55)
Interest Expenses	62,625.64	43,643.56
Provision for Standard Assets	81.12	28.20
Net gain on Fair Value Change	(8,403.30)	(1,308.80)
(Profit)/Loss on sale of Investments (Net)	(423.55)	(616.41)
Depreciation	0.92	1.17
Operating Profit/(Loss) before changes in working capital	70,187.67	59,855.02
Adjustment for (Increase)/Decrease in Operating Assets		
Adjustments for other non financial assets	15.66	(23.44)
Adjustments for other financial assets	15,442.29	(14,881.45)
Net Sale / (Purchase) of investment	(1,86,615.09)	(2,49,380.70)
Net Loan Proceeds/ (Given)	106.08	4,841.15
Adjustment for Increase/(Decrease) in Operating Liabilities		
Adjustments for increase (decrease) in trade payables	36.27	108.29
Adjustments for provisions	26.58	3.82
Adjustments for other financial liabilities	2,406.92	2,249.95
Adjustments for other non financial liabilities	1,688.24	4,295.42
Cash flow from operations after changes in working capital	(96,705.39)	(1,92,931.94)
Net Direct Taxes (Paid)/Refunded	(4,558.52)	(2,549.37)
Net Cash Flow from/(used in) Operating Activities	(1,01,263.91)	(1,95,481.30)
[B] CASH FLOW FROM INVESTING ACTIVITIES		
Sale of investment	1,669.03	1,529.45
Purchase of investment	(1,442.84)	(3,136.33)
Purchase of Fixed Asset	-	(0.86)
Net Cash Flow from/(used in) Investing Activities	226.19	(1,607.73)
[C] CASH FLOW FROM FINANCING ACTIVITIES		
Proceeds from issuing shares (Including security premium)	6,473.20	7,452.57
Proceeds from Debt Securities (Including Debenture Premium) (net)	1,45,709.53	1,68,740.00
Proceeds from issue of Preference Share Capital	3,300.00	4,599.99
Proceeds from Subordinated Liabilities	5,494.16	24,070.50
Interest Payment	(62,625.64)	(4,923.88)
Net Cash Flow from/(used in) Financing Activities	98,351.25	1,99,939.18
Net Increase/ (Decrease) in Cash and Cash Equivalents	(2,686.48)	2,850.13
Cash & Cash Equivalents at beginning of period (see Note 3)	4,261.15	1,411.02
Cash and Cash Equivalents at end of period (see Note 3)	1,574.68	4,261.15

Notes:

1 Cash and Cash equivalents comprises of:		
Cash on Hand	-	-
Balance with Banks	701.73	3,500.93
Fixed Deposit having maturity of less than 3 months	872.95	760.22
Cash and Cash equivalents	1,574.68	4,261.15
Effect of Unrealised foreign exchange (gain)/loss (Net)		
Cash and Cash equivalents as restated	1,574.68	4,261.15

2 Figures of the previous year have been regrouped / reclassified wherever necessary.

3 The cash flow statement has been prepared under the indirect method as set out in Ind AS 7, 'Statement of Cash flows'

As per our report of even date

For KKC & Associates LLP

Chartered Accountants

Firm's Registration No.: 105146W/W100621

Devang Doshi

Partner

Membership No. : 140056

Chennai

Date: April 21, 2025



For and on behalf of the Board of Directors of

Alpha Alternatives Financial Services Private Limited

(formerly known as "Provincial Finance and Leasing Co Private Limited")

Naresh Kothari

Director

DIN : 00012523

Mumbai

Date: April 21, 2025

Jay Paleja

Chief Financial Officer

Mumbai

Date: April 21, 2025



Shreyans Mehta

Director

DIN : 06756771

Mumbai

Date: April 21, 2025

Sundaram Goswami

Company Secretary

Membership No : A74712

Mumbai

Date: April 21, 2025

Alpha Alternatives Financial Services Private Limited
(formerly known as "Provincial Finance And Leasing Co Private Limited")

Notes to Financial Statement for the year ended March 31, 2025

Statement of Changes in Equity

A) Equity share capital

(Amount In lakhs)

Particulars	As at March 31, 2025	As at March 31, 2024
Balance at the beginning of the current reporting period	1,550.00	1,456.14
Changes in Equity Share Capital due to prior period errors	-	-
Restated balance at the beginning of the current reporting period	-	-
Changes in equity share capital during the current year	45.62	93.86
Balance at the end of the current reporting period	1,595.62	1,550.00

B) Other equity

For the year ended March 31, 2025

Particulars	Retained earnings	Reserve fund as per RBI Act	Securities Premium	General reserve	OCI - Fair Valuation of Investment	OCI - Remeasurement of the net defined benefit obligation gain / (loss)	Total other equity
Balance as at March 31, 2024	14,458.15	3,628.92	21,085.38	10.00	2,442.00	(8.26)	41,616.19
Profit after tax	12,293.95	-	-	-	-	-	12,293.95
Other comprehensive income	191.50	-	-	-	344.88	(2.30)	534.08
Total	26,943.59	3,628.92	21,085.38	10.00	2,786.88	(10.56)	54,444.21
Transfer to reserve fund in terms of section 45-IC(1) of the Reserve Bank of India Act, 1934	(2,458.79)	2,458.79	-	-	-	-	-
Received during the year	-	-	6,427.58	-	-	-	6,427.58
As at March 31, 2025	24,484.81	6,087.71	27,512.96	10.00	2,786.88	(10.56)	60,871.80

For the year ended March 31, 2024

Particulars	Retained earnings	Reserve fund as per RBI Act	Securities Premium	General reserve	OCI - Fair Valuation of Investment	OCI - Remeasurement of the net defined benefit obligation gain / (loss)	Total other equity
Balance as at March 31, 2023	3,543.53	878.76	13,726.67	10.00	(847.23)	(3.16)	17,308.57
Profit after tax	13,750.80	-	-	-	-	-	13,750.80
Other comprehensive income	(86.02)	-	-	-	3,289.23	(5.10)	3,198.11
Total	17,208.31	878.76	13,726.67	10.00	2,442.00	(8.26)	34,257.48
Transfer to reserve fund in terms of section 45-IC(1) of the Reserve Bank of India Act, 1934	(2,750.16)	2,750.16	-	-	-	-	-
Received during the year	-	-	7,358.71	-	-	-	7,358.71
As at March 31, 2024	14,458.15	3,628.92	21,085.38	10.00	2,442.00	(8.26)	41,616.19

The accompanying notes attached form an integral part of these Financial Statements

For KKC & Associates LLP

Chartered Accountants

Firm's Registration No.: 105146W/W100621

Devang Doshi

Partner

Membership No.: 140058

Chennai

Date: April 21, 2025



For and on behalf of the Board of Directors of

Alpha Alternatives Financial Services Private Limited

(formerly known as "Provincial Finance and Leasing Co Private Limited")

Naresh Kothari

Director

DIN : 00012523

Mumbai

Date: April 21, 2025

Jay Paleja

Chief Financial Officer

Mumbai

Date: April 21, 2025



Shreyans Mehta

Director

DIN : 06756771

Mumbai

Date: April 21, 2025

Sundaram Goswami

Company Secretary

Membership No.: A74712

Mumbai

Date: April 21, 2025

Note 1. Corporate Information

Alpha Alternatives Financial Services Private Limited (formerly known as "Provincial Finance and Leasing Co Private Limited") ('the Company'), incorporated in India, is a private limited company. The Company is Non-Deposit Accepting Non-Banking Financial Company ('NBFC') as defined under Section 45-IA of the Reserve Bank of India ('RBI') Act, 1934. The company, a Systemically Important non-banking financial company (NBFC) has been classified by Reserve Bank of India as a middle layer NBFC. The company is wholly owned subsidiary of Alpha Alternatives Holdings Private Limited.

Note 2A. Basis of Preparation and Presentation of Financial Statements

(a) Statement of Compliance

The financial statements have been prepared in accordance with Indian Accounting Standards (Ind AS) as prescribed in the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time and notified under section 133 of the Companies Act, 2013 (the Act) along with other relevant provisions of the Act.

(b) Basis of Preparation

The financial statements are prepared on a going concern basis as the Management is satisfied that the Company shall be able to continue its business for the foreseeable future and no material uncertainty exists that may cast significant doubt on the going concern assumption. In making this assessment, the Management has considered a wide range of information relating to present and future conditions, including future projections of profitability, cash flows and capital resources.

Presentation of financial statements

The Company presents its Balance Sheet in the order of liquidity.

The Company prepares and presents its Balance Sheet, the Statement of Profit and Loss and the Statement of Changes in Equity in the format prescribed by Division III of Schedule III to the Act. The Statement of Cash Flows has been prepared and presented as per the requirements of Ind AS 7 'Statement of Cash Flows' under indirect method.

The Company generally reports financial assets and financial liabilities on a gross basis in the Balance Sheet. They are offset and reported net only where it has legally enforceable right to offset the recognised amounts and the Company intends to either settle on a net basis or to realise the asset and settle the liability simultaneously as permitted by Ind AS. Similarly, the Company offsets incomes and expenses and reports the same on a net basis where the netting off reflects the substance of the transaction or other events as permitted by Ind AS.

The financial statements are presented in Indian Rupees, which is the functional currency of the Company and the currency of the primary economic environment in which the company operates and all values are rounded to lakh except when otherwise stated.

(c) Basis of Measurement

The financial statements have been prepared on the historical cost basis except for certain financial instruments which are measured at fair values and net defined benefit liability/assets which are valued based on actuarial valuation.

(d) Use of significant estimates and judgments

The preparation of financial statements, in conformity with the Ind AS, requires judgements, estimates and assumptions to be made, that affect the reported amounts of assets and liabilities on the date of the financial statements, the reported amounts of revenues and expenses during the reporting period and the disclosures relating to contingent liabilities as on



date of the financial statements. Although these estimates are based on the Management's best knowledge of current events and actions, uncertainty about these assumptions and estimates could result in outcomes different from the estimates. Difference between actual results and estimates is recognised in the period in which the results are known or materialised. Estimates and underlying assumptions are reviewed on an ongoing basis. Any revision to accounting estimates is recognised prospectively in the current and future periods.

Information about critical judgments in applying accounting policies, as well as estimates and assumptions that have the most significant effect on the amounts recognised in the financial statements are included in the following notes:

i. Business model assessment

Classification and measurement of financial assets depends on the results of the solely payment of principal and interest ('SPPI') and the business model test. The Company determines the business model at a level that reflects how the Company's financial assets are managed together to achieve a particular business objective. This assessment includes judgement reflecting all relevant evidence including how the performance of the assets is evaluated and their performance measured, the risks that affect the performance of the assets and how these are managed and how the managers of the assets are compensated.

The Company monitors financial assets measured at amortised cost, fair value through Profit & Loss or fair value through other comprehensive income that are derecognised prior to their maturity to understand the reason for their disposal and whether the reasons are consistent with the objective of the business for which the asset was held. Monitoring is part of the Company's continuous assessment of whether the business model for which the remaining financial assets are held continues to be appropriate and if it is not appropriate whether there has been a change in business model and so a prospective change to the classification of those assets.

The Company's business model is not assessed on an instrument-by-instrument basis, but at a higher level of aggregated portfolios and is based on observable factors such as:

- How the performance of the business model and the financial assets held within that business model are evaluated and reported to the Company's key management personnel.
- The risks that affect the performance of the business model (and the financial assets held within that business model) and, in particular, the way those risks are managed.
- How managers of the business are compensated (for example, whether the compensation is based on the fair value of the assets managed or on the contractual cash flows collected).

ii. Impairment of Financial Assets

The Company recognises loss allowances for Expected Credit Losses (ECL) on the following financial instruments that are not measured at FVTPL:

- Loans and advances;
- Debt investment securities;

The measurement of impairment losses across all categories of financial assets requires judgement, in particular, the estimation of the amount and timing of future cash flows and collateral values when determining impairment



losses and the assessment of a significant increase in credit risk. These estimates are driven by a number of factors. Any changes in these factors can result in different levels of allowances.

The Company records allowance for expected credit losses for all loans, together with loan commitments, in this section referred to as 'financial instruments' other than those measured at FVTPL.

The Company's Expected Credit Loss (ECL) calculations are outputs of models with a number of underlying assumptions regarding the choice of variable inputs and their interdependencies. Elements of the ECL models that are considered as accounting judgements and estimates include:

- The Company's internal credit grading model, which assigns Probability of Defaults (PDs) to the individual grades
- The Company's criteria for assessing if there has been a significant increase in credit risk and so allowances for financial assets should be measured on a (Long Term Expected Credit Loss) LTECL basis and the qualitative assessment
- The segmentation of financial assets when their ECL is assessed on a collective basis
- Development of ECL models, including the various formulas and the choice of inputs
- Determination of associations between macroeconomic scenarios and, economic inputs, such as unemployment levels and collateral values, and the effect on PDs, Exposure at Defaults (EADs) and Loss Given Default ('LGDs')
- Selection of forward-looking macroeconomic scenarios and their probability weightings, to derive the economic inputs into the ECL models.

It has been the Company's policy to regularly review its models in the context of actual loss experience and adjust when necessary.

iii. Other Estimates

Provision and contingent liability: On an ongoing basis, Company reviews pending cases, claims by third parties and other contingencies. For contingent losses that are considered probable, an estimated loss is recorded as an accrual in financial statements. Loss Contingencies that are considered possible are not provided for but disclosed as Contingent liabilities in the financial statements. Contingencies, the likelihood of which is remote are not disclosed in the financial statements. Gain contingencies are not recognized until the contingency has been resolved and amounts are received or receivable.

Defined employee benefit assets and liabilities

The cost of the defined benefit gratuity plan and the present value of the gratuity obligation are determined using actuarial valuations. An actuarial valuation involves making various assumptions that may differ from actual developments in the future. These include the determination of the discount rate; future salary increases and mortality rates. Due to the complexities involved in the valuation and its long-term nature, a defined benefit obligation is highly sensitive to changes in these assumptions. All assumptions are reviewed annually.

Effective Interest Rate (EIR) Method : The Company's EIR methodology, recognises interest income / expense using a rate of return that represents the best estimate of a constant rate of return over the expected behavioural life of loans given / taken and recognises the effect of potentially different interest rates at various stages and other characteristics of the financial instruments.



This estimation, by nature, requires an element of judgment regarding the expected behaviour and life-cycle of the instruments, as well expected changes to India's base rate and other fee income/ expense that are integral parts of the instrument.

Recognition of deferred tax assets: Deferred tax assets are recognised for unused tax-loss carry forwards and unused tax credits to the extent that realisation of the related tax benefit is probable. The assessment of the probability with regard to the realisation of the tax benefit involves assumptions based on the history of the entity and budgeted data for the future.

Share based payments: The Company account for share based payment by measuring and recognizing as compensation expense the fair value of all share-based payment awards made to employees based on estimated grant date fair values. The determination of fair value involves a number of significant estimates. The Company uses the Black Scholes option pricing model to estimate the value of employee stock options which requires a number of assumptions to determine the model inputs. These include the expected volatility of Company's stock and employee exercise behaviour which are based on historical data as well as expectations of future developments over the term of the option. As stock-based compensation expense is based on awards ultimately expected to vest. Management's estimate of exercise is based on historical experience but actual exercise could differ materially as a result of voluntary employee actions and involuntary actions which would result in significant change in our share based compensation expense amounts in the future.

Property, plant and equipment and Intangible Assets: Management reviews the estimated useful lives and residual values of the assets annually in order to determine the amount of depreciation to be recorded during any reporting period. The useful lives and residual values as per schedule II of the Companies Act, 2013 or are based on the Company's historical experience with similar assets and taking into account anticipated technological changes, whichever is more appropriate.

Note 2B. Material Accounting Policies

(a) Revenue recognition

i. Recognition of interest income and Dividend Income

Interest income on loans is recognised in Statement of profit and loss using the effective interest method for all financial instruments measured at amortised cost. The 'effective interest rate' is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument.

The calculation of the effective interest rate includes transaction costs and fees that are an integral part of the contract. Transaction costs include incremental costs that are directly attributable to the acquisition of financial asset.

If expectations regarding the cash flows on the financial asset are revised for reasons other than credit risk, the adjustment is recorded as a positive or negative adjustment to the carrying amount of the asset in the balance sheet with an increase or reduction in interest income. The adjustment is subsequently amortised through Interest income in the Statement of profit and loss.

The Company calculates interest income by applying the EIR to the gross carrying amount of financial assets other than credit-impaired assets.



When a financial asset becomes credit-impaired, the Company calculates interest income by applying the effective interest rate to the net amortised cost of the financial asset. If the financial asset cures and is no longer credit impaired, the Company reverts to calculating interest income on a gross basis.

Additional interest and interest on trade advances, are recognised when they become measurable and when it is not unreasonable to expect their ultimate collection. Interest income on Securities is recognised on a time proportion basis taking into account the amount outstanding and the interest rate applicable. Interest are recognised when they become measurable and when it is not unreasonable to expect their ultimate collection.

Dividend on shares is recognized as income when the right to receive the dividend is established.

ii. **Gain on sale of investments**

The realised gains/losses from financial instruments at Fair Value through Profit & Loss represents the difference between the carrying amount of a financial instrument at the beginning of the reporting period, or the transaction price if it was purchased in the current reporting period, and its settlement price.

iii. **Gain/(Loss) of Fair value changes**

Any differences between the fair values of financial assets classified as fair value through the profit or loss, held by the Company on the balance sheet date is recognised as an unrealised gain / loss.

Similarly, any realised gain or loss on sale of financial instruments measured at FVTPL is recognised in net gain / loss on sale of financial instruments.

However, net gain / loss on derecognition of financial instruments classified as amortised cost is presented separately under the respective head in the 1st Statement of Profit and Loss.

(b) **Financial instruments**

Initial recognition and measurement

Financial assets and financial liabilities are recognized when the entity becomes a party to the contractual provisions of the instrument. Regular way purchases and sales of financial assets are recognized on trade-date, the date on which the Company commits to purchase or sell the asset.

At initial recognition, the Company measures a financial asset or financial liability at its fair value plus or minus, in the case of a financial asset or financial liability not at fair value through profit or loss, transaction costs that are incremental and directly attributable to the acquisition or issue of the financial asset or financial liability, such as fees and commissions. Transaction costs of financial assets and financial liabilities carried at fair value through profit or loss are expensed in profit or loss. Immediately after initial recognition, an expected credit loss allowance (ECL) is recognized for financial assets measured at amortized cost.

When the fair value of financial assets and liabilities differs from the transaction price on initial recognition, the entity recognizes the difference as follows:

- When the fair value is evidenced by a quoted price in an active market for an identical asset or liability (i.e. a Level 1 input) or based on a valuation technique that uses only data from observable markets, the difference is recognized as a gain or loss.
- In all other cases, the difference is deferred and the timing of recognition of deferred day one profit or loss is determined individually. It is either amortized over the life of the instrument, deferred until the instrument's fair value can be determined using market observable inputs, or realized through settlement.



When the Company revises the estimates of future cash flows, the carrying amount of the respective financial assets or financial liability is adjusted to reflect the new estimate discounted using the original effective interest rate. Any changes are recognized in profit or loss.

Fair value of financial instruments

Some of the Company's assets and liabilities are measured at fair value for financial reporting purpose. 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.

Fair value measurements under Ind AS are categorized into Level 1, 2, or 3 based on the degree to which the inputs to the fair value measurement are observable and the significance of the inputs to the fair value measurement in its entirety, which are described as follows:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities that the Company can access at measurement date
- Level 2: inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly; and
- Level 3: inputs for the asset or liability that are not based on observable market data (unobservable inputs) that the Company can access at measurement date.

Financial assets

i. Classification and subsequent measurement

The Company has applied Ind AS 109 and classifies its financial assets in the following measurement categories:

- Fair value through profit or loss (FVTPL);
- Fair value through other comprehensive income (FVOCI); or
- Amortized cost.

Financial assets carried at Amortised cost

A financial asset is measured at the amortised cost if both the following conditions are met:

- The asset is held within a business model whose objective is to hold assets for collecting contractual cash flows, and
- Contractual terms of the asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding. After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in interest income in the Statement of Profit and Loss.

Fair value through other comprehensive income

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.



Fair value through profit or loss

A financial asset not classified as either amortised cost or FVOCI, is classified as FVTPL. Such financial assets are measured at fair value with all changes in fair value, including interest income

Equity instruments

Equity instruments are instruments that meet the definition of equity from the issuer's perspective; that is, instruments that do not contain a contractual obligation to pay and that evidence a residual interest in the issuer's net assets.

All investments in equity instruments classified under financial assets are initially measured at fair value, the Company may, on initial recognition, irrevocably elect to measure the same either at FVOCI or FVTPL. The Company makes such election on an instrument-by-instrument basis. Fair value changes on an equity instrument is recognised as revenue from operations in the Statement of Profit and Loss unless the Company has elected to measure such instrument at FVOCI. Fair value changes excluding dividends, on an equity instrument measured at FVOCI are recognized in OCI. Amounts recognised in OCI are not subsequently reclassified to the Statement of Profit and Loss. Dividend income on the investments in equity instruments are recognised as 'Revenue from operations' in the Statement of Profit and Loss.

Investments in mutual funds are measured at fair value through profit and loss (FVTPL).



Derivatives

A derivative is a financial instrument or other contract with all three of the following characteristics:

- Its value changes in response to the change in a specified interest rate, financial instrument price, commodity price, foreign exchange rate, index of prices or rates, credit rating or credit index, or other variable, provided that, in the case of a non-financial variable, it is not specific to a party to the contract (i.e., the ‘underlying’).
- It requires no initial net investment or an initial net investment that is smaller than would be required for other types of contracts expected to have a similar response to changes in market factors.
- It is settled at a future date.

Derivative transaction consists of equity, commodity options, futures, interest rate options etc.

ii. Impairment

The Company recognizes impairment allowances using Expected Credit Losses (“ECL”) method on all the financial assets that are not measured at FVPTL:

ECL are probability-weighted estimate of credit losses. They are measured as follows:

- Financials assets that are not credit impaired – as the present value of all cash shortfalls that are possible within 12 months after the reporting date.
- Financials assets with significant increase in credit risk - as the present value of all cash shortfalls that result from all possible default events over the expected life of the financial assets.
- Financials assets that are credit impaired – as the difference between the gross carrying amount and the present value of estimated cash flows.

Financial assets are written off/fully provided for when there is no reasonable of recovering a financial assets in its entirety or a portion thereof.

However, financial assets that are written off could still be subject to enforcement activities under the Company’s recovery procedures, taking into account legal advice where appropriate. Any recoveries made are recognised in the Statement of Profit and Loss.

As required by RBI Circular reference no. RBI/2019-20/170 DOR (NBFC).CC.PD.No. 109/22.10.106/ 2019-20 dated March 13, 2020; where impairment allowance under Ind AS 109 is lower than the provisioning required as per extant prudential norms on Income Recognition, Asset Classification and Provisioning (IRACP) including borrower/beneficiary wise classification, provisioning for standard as well as restructured assets, NPA ageing, etc., the Company shall appropriate the difference from their net profit or loss after tax to a separate ‘Impairment Reserve’.

iii. Derecognition

A financial asset is derecognised only when:

The Company has transferred the rights to receive cash flows from the financial asset or retains the contractual rights to receive the cash flows of the financial asset, but assumes a contractual obligation to pay the cash flows to one or more recipients.

Where the Company has transferred an asset, the Company evaluates whether it has transferred substantially all risks and rewards of ownership of the financial asset. In such cases, the financial asset is derecognised. Where the entity has not transferred substantially all risks and rewards of ownership of the financial asset, the financial asset is not derecognised.



Where the Company has neither transferred a financial asset nor retains substantially all risks and rewards of ownership of the financial asset, the financial asset is derecognised if the Company has not retained control of the financial asset. Where the Company retains control of the financial asset, the asset is continued to be recognised to the extent of continuing involvement in the financial asset.

Financial liabilities

i. Initial recognition and measurement

All financial liabilities are recognised when the Company becomes a party to the contractual provisions of the financial instrument and are measured initially at fair value adjusted for transaction costs.

ii. Subsequent measurement

Financial liabilities are subsequently measured at amortised cost using the EIR method. Financial liabilities carried at fair value through profit or loss are measured at fair value with all changes in fair value recognised in the Statement of Profit and Loss.

iii. Derecognition

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expires.

Market Linked Debentures ('MLDs')

A hybrid contract is a financial instrument that gives the holder a right to put the financial instrument back to the issuer in exchange for an amount of cash or other financial assets that varies on the basis of the change in an equity or commodity index or value of underlying investments that may increase or decrease. The company has issued Market Linked debenture, a hybrid contract containing embedded derivatives and manages the resulting risks on a fair value basis using a mix of derivative and non-derivative financial instruments.

The Company has financial assets and financial liabilities that share one or more risks and those risks are managed and performance is evaluated on a fair value basis in accordance with a documented risk management or investment strategy. For reporting purpose, the debentures are valued based on the valuation derived by an independent credit rating agency. The valuation technique used to derive value of debenture considers valuation of all the financial assets attributable to the underlying investment strategy.

(c) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount is reported in the balance sheet where there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Company or the counterparty.

(d) Employee Benefits

Short-term obligations

Short-term employee benefits are recognized as an expense at the undiscounted amount in the Statement of Profit and Loss for the year in which the related services are rendered. The Company recognises the costs of bonus payments when it has a present obligation to make such payments as a result of past events and a reliable estimate of the obligation can be made.



Compensated absences

The Company does not have a policy of encashment of unavailed leaves for its employees but are permitted to carry forward subject to a prescribed maximum day. Provision is made on actual basis for expected cost of accumulating compensated absences as a result of unused leave entitlement which has accumulated as at the balance sheet date.

Post-employment obligations

Defined contribution plan:

Contribution paid/payable to the recognised provident fund and Employee State Insurance Corporation, which is a defined contribution scheme, is charged to the Statement of Profit and Loss in the period in which they occur.

Defined benefits plan:

Gratuity is post-employment benefit and is in the nature of defined benefit plan. The liability recognised in the Balance Sheet in respect of gratuity is the present value of defined benefit obligation at the Balance Sheet date together with the adjustments for unrecognised actuarial gain or losses and the past service costs. The defined benefit obligation is calculated at or near the Balance Sheet date by an independent actuary using the projected unit credit method. Actuarial gains and losses comprise experience adjustment and the effects of changes in actuarial assumptions are recognized in the period in which they occur, directly in other comprehensive income. They are included in retained earnings in the statement of changes in equity and in the balance sheet.

National Pension Scheme and Employee State Insurance Corporation

Contribution paid/payable to the recognised NPS and ESIC, which is a defined contribution scheme, is charged to the Statement of Profit and Loss in the period in which they occur.

Employee Share Based Compensation

Certain employees of the Company are covered under the stock option plans of the Holding Company. These Schemes are in the nature of equity settled share-based compensation and are assessed, managed and administered by the Holding Company.

In case of equity settled awards, the fair value of awards at the grant date is amortised over the vesting period using accelerated method and cost recognised as an employee benefits expenses in the Statement of Profit and Loss with a corresponding increase in other financial liabilities. The corresponding impact of the expense recorded on account of such grants are recorded as payable to the Holding Company.

(e) Finance costs

Finance costs represents interest expense recognised by applying the Effective Interest Rate (EIR) to the gross carrying amount of financial liabilities other than financial liabilities classified as FVTPL.

The EIR in case of a financial liability is computed:

- As the rate that exactly discounts estimated future cash payments through the expected life of the financial liability to the gross carrying amount of the amortised cost of a financial liability.
- By considering all the contractual terms of the financial instrument in estimating the cash flows.
- Including all fees paid between parties to the contract that are an integral part of the effective interest rate, transaction costs, and all other premiums or discounts.

Any subsequent changes in the estimation of the future cash flows is recognised in interest expense with the



corresponding adjustment to the carrying amount of the financial liability.

Interest expense includes issue costs that are initially recognised as part of the carrying value of the financial liability and amortised over the expected life using the effective interest method. These include fees and commissions payable to advisers and other expenses such as external legal costs, rating fee etc, provided these are incremental costs that are directly related to the issue of a financial liability.

(f) Borrowing Costs

Expenses related to borrowing cost are accounted using effective interest rate. Borrowing costs are interest and other costs incurred in connection with the borrowing of funds. Borrowing costs directly attributable to acquisition or construction of an asset which necessarily take a substantial period of time to get ready for their intended use are capitalised as part of the cost of that asset.

(g) Taxation

The income tax expense or credit for the period is the tax payable on the current period's taxable income based on the applicable income tax rate adjusted by changes in deferred tax assets and liabilities attributable to temporary differences and to unused tax losses. Current and deferred tax is recognized in Statement of profit and loss, except to the extent that it relates to items recognized in other comprehensive income or directly in equity. In this case, the tax is also recognized in other comprehensive income or directly in equity, respectively.

Current Tax

Current tax is measured at the amount of tax expected to be payable on the taxable income for the year as determined in accordance with the provisions of the Income Tax Act, 1961. Current tax assets and current tax liabilities are off set when there is a legally enforceable right to set off the recognized amounts and there is an intention to settle the asset and the liability on a net basis.

Deferred Tax

Deferred tax is provided in full, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. However, deferred tax liabilities are not recognized if they arise from the initial recognition of goodwill. Deferred tax is determined using tax rates (and laws) that have been enacted or substantially enacted by the end of the reporting period and are expected to apply when the related deferred income tax asset is realized or the deferred income tax liability is settled.

Deferred tax assets are recognized for all deductible temporary differences and unused tax losses only if it is probable that future taxable amounts will be available to utilize those temporary differences and losses.

Deferred tax liabilities are not recognized for temporary differences between the carrying amount and tax bases of investments in subsidiaries and associates where the Company is able to control the timing of the reversal of the temporary differences and it is probable that the differences will not reverse in the foreseeable future.

Deferred tax assets and liabilities are offset when there is a legally enforceable right to offset current tax assets and liabilities and when the deferred tax balances relate to the same taxation authority.



(h) Property, plant and equipment

Property, plant and equipment (PPE) are carried at historical cost of acquisition less accumulated depreciation and accumulated impairment losses, (if any). The total cost of assets comprises its purchase price, freight, duties, taxes and any other incidental expenses directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by the management. Changes in the expected useful life are accounted for by changing the depreciation period or methodology, as appropriate, and treated as changes in accounting estimates. Subsequent expenditure related to an item of tangible asset are added to its gross value only if it increases the future benefits of the existing asset, if it is probable that future economic benefit will flow to the Company from that expenditure and cost can be measured reliably. Other repairs and maintenance costs are expensed off as and when incurred.

Depreciation

Depreciation is calculated using the straight-line method to write down the cost of property and equipment to their residual values over their estimated useful lives which is in line with the estimated useful life as specified in Schedule II of the Companies Act, 2013. The estimated useful lives are as follows:

Particulars	Useful life as prescribed by Schedule II of the Companies Act, 2013	Useful life estimated by Company
Building	60 years	60 years
Plant and machinery	15 years	15 years
Electrical equipment	10 years	10 years
Generator	10 years	10 years
Furniture and fixture	10 years	10 years
Air conditioner	5 years	5 years
Electronic equipment	5 years	5 years
Office equipment	5 years	5 years
Refrigerator	5 years	5 years
Motor car	8 years	8 years
Vehicles	10 years	10 years
Server and networking	6 years	6 years
Computer	3 years	3 years

Property, plant and equipment is derecognised on disposal or when no future economic benefits are expected from its use.

Any gain or loss arising on derecognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is recognised in other income/ expense in the Statement of Profit and Loss in the year the asset is derecognised.

Depreciation on assets acquired/ sold during the year is recognised on a pro-rata basis to the Statement of Profit and Loss from/ upto the date of acquisition/ sale.

(i) Provisions and contingencies:

Provisions are recognised when the Company has a present obligation (legal or constructive) as a result of a past event, 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. Provisions are measured at the best estimate of the expenditure required to settle the present obligation at the reporting date.

Contingent liabilities are disclosed when there is a possible obligation arising from past events, 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 a present obligation that arises from past events where it is either not probable that an outflow of resources will be required to settle the obligation or a reliable estimate of the amount cannot be made. Contingent assets are neither recognised nor disclosed in the financial statements.

(j) Cash and cash equivalents

For the purpose of presentation in the statement of cash flows, cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. Outstanding bank overdrafts are not considered integral part of the Company's cash management.

(k) Earnings per share

Basic earnings per share

Basic earnings per share is calculated by dividing the net profit for the period (excluding other comprehensive income) attributable to equity share holders of the Company by the weighted average number of equity shares outstanding during the financial year, adjusted for bonus element in equity shares issued during the year.

Diluted earnings per share

Diluted earnings per share is computed by dividing the net profit for the period attributable to equity shareholders by the weighted average number of shares outstanding during the period as adjusted for the effects of all diluted potential equity shares except where the results are anti-dilutive.

(l) Other income and expenses

All other income and expenses are recognised in the period in which they occur.



Alpha Alternatives Financial Services Private Limited
(formerly known as "Provincial Finance And Leasing Co Private Limited")

Notes to Financial Statement for the year ended March 31, 2025

(Amount In lakhs)

Note - 3 Cash and Cash Equivalents

Particulars	As at March 31, 2025	As at March 31, 2024
Cash on hand	-	-
Balance with Banks		
In Current Account	701.73	3,500.93
In Fixed Deposit having maturity of less than 3 months (Including interest accrued thereon)	872.95	760.22
	1,574.68	4,261.15

Note - 4 Derivative financial instruments

Particulars	As at March 31, 2025	As at March 31, 2024
Index - Options (Net) Assets/ (Liabilities)	(1,170.35)	387.18
	(1,170.35)	387.18



Alpha Alternatives Financial Services Private Limited
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Notes to Financial Statement for the year ended March 31, 2025

(Amount in lakhs)

Note - 5 Investments

Particulars	As at March 31, 2025	As at March 31, 2024
(A) At fair value through other comprehensive income		
(i) In Equity Instruments	13,834.11	6,867.55
(ii) In Warrants	2,034.01	2,233.10
(iii) In Unlisted Secured Redeemable Non Convertible debentures	241.02	-
Total (A)	16,109.14	9,100.65
(B) At fair value through profit or loss (Held for trading)		
(i) In Equity Instruments	46,632.57	25,890.19
(ii) In Government Securities and Treasury Bills	4,20,325.91	2,93,858.79
(iii) In Mutual Funds	14,758.98	16,742.44
(iv) In Bonds	30,836.43	34,584.81
(v) in Alternative Investment Funds	2,430.69	-
Total (B)	5,14,984.58	3,71,076.23
(C) At Amortised Cost		
In Others		
(i) Unlisted Secured Redeemable Non Convertible debentures	21,288.37	10,354.52
(ii) Reverse Repo	6,704.45	799.95
(iii) Certificate of deposit/ Commercial Papers	58,110.49	22,281.28
Total (C)	86,103.31	33,435.75
(A+B+C)	6,17,197.03	4,13,612.63
Investment in India	6,17,197.03	4,13,612.63
Investments outside India	-	-
Total (Gross)	6,17,197.03	4,13,612.63
Less: Allowance for impairment	(127.71)	(46.60)
Total (Net)	6,17,069.32	4,13,566.03

Analysis of changes in the gross carrying amount and corresponding ECL allowances, if any in relation to Investment at Amortised Cost

Particulars	Gross carrying - Stage 1	Impairment amount - allowance Stage 1
Opening as on April 1, 2024	10,354.52	46.60
New assets originated	79,892.01	81.11
Exposure matured / repaid	(68,717.15)	-
Closing as on March 31, 2025	21,529.39	127.71

Note - 6 Other Financial assets

Particulars	As at March 31, 2025	As at March 31, 2024
Balance with Brokers	-	1,092.65
IPO pending allotment	-	14,534.64
Advances against purchase of investment	185.00	-
	185.00	15,627.29

Note - 8 Other non-financial assets

Particulars	As at March 31, 2025	As at March 31, 2024
Prepaid Expenses	0.24	0.62
Advances to Employees	2.99	7.29
Advances to others	-	11.88
Deposits	28.75	27.85
	31.98	47.64



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Notes to Financial Statement for the year ended March 31, 2025

Note - 7 Property, Plant and Equipment

(Amount in lakhs)									
Tangible assets	Gross block			Accumulated depreciation and impairment				Net block	
	Balance as at April 01, 2024	Additions	Disposals	Balance as at March 31, 2025	Balance as at April 01, 2024	Depreciation / amortisation expense for the year	Accumulated Depreciation on disposed Asset	Balance as at March 31, 2025	Balance as at March 31, 2024
Computers	4.43	-	-	4.43	2.97	0.92	-	0.54	1.46
Total	4.43	-	-	4.43	2.97	0.92	-	0.54	1.46
Previous year	3.58	0.85	-	4.43	1.80	1.17	-	1.46	1.78



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Notes to Financial Statement for the year ended March 31, 2025

(Amount in lakhs)

Note - 9 Trade Payables

Particulars	As at March 31, 2025	As at March 31, 2024
(i) total outstanding dues of micro enterprises and small enterprises	-	7.02
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	152.99	109.70
	152.99	116.72

As at March 31, 2025	Outstanding for following periods from the date of transaction				
Particulars	Less than 1 year	1 - 2 years	2- 3 years	More than 3 years	Total
i) MSME	-	-	-	-	-
ii) Others	152.99	-	-	-	152.99
iii) Disputed dues - MSME	-	-	-	-	-
iv) Disputed dues - others	-	-	-	-	-
	152.99	-	-	-	152.99

As at March 31, 2024	Outstanding for following periods from the date of transaction				
Particulars	Less than 1 year	1 - 2 years	2- 3 years	More than 3 years	Total
i) MSME	7.02	-	-	-	7.02
ii) Others	109.70	-	-	-	109.70
iii) Disputed dues - MSME	-	-	-	-	-
iv) Disputed dues - others	-	-	-	-	-
	116.72	-	-	-	116.72

Particulars	As at March 31, 2025	As at March 31, 2024
Dues to Micro & Small Enterprises have been determined to the extent such parties have been identified on the basis of information collected by the Management. This has been relied upon by the auditor.		
1.The principal amount and the interest due thereon remaining unpaid to any supplier as at the end of each accounting year :		
Principal	-	7.02
Interest	-	-
2.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	-	-
3.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.	-	-
4.The amount of interest accrued and remaining unpaid at the end of each accounting year; and	-	-
5.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	-	-



Notes to Financial Statement for the year ended March 31, 2025

Note - 10 Debt securities

(Amount in lakhs)

Particulars	As at March 31, 2025	As at March 31, 2024
Secured		
Market Linked Debentures - privately placed - Valued at FVTPL (MLD)		
Face Value of MLD	3,43,184.00	2,50,450.00
Redemption Premium on MLD	61,263.12	44,327.70
Accrued Coupon on MLD	85,712.05	48,688.48
Total MLD Liability	4,90,159.17	3,43,466.18
Of the Above		
i) Debt securities in India	4,90,159.17	3,43,466.18
ii) Debt securities outside India	-	-

Footnote:

Market Linked Debentures

The above mentioned Market Linked Debentures are Rated, Secured, Listed, Transferable, Redeemable, Principal Protected Market Linked Non-Convertible Debentures (MLDs) carrying variable interest rate which is linked to Underlying Investment Strategy over the tenure of the debentures.

The MLDs are secured against investments made by the company using such proceeds i.e. all the right, title, benefits attached to the Debenture Accounts and the monies lying in Debenture Accounts.

The interest rate/range of MLDs is completely linked to the performance of underlying investment strategy.

The Underlying Investment Strategy is a combination of active, market non-directional strategies which invests in shares, commodities, currencies, debentures, bonds, depository receipts, options, derivatives, government securities, credit, alternative investments, structured products, ETF & financial instruments aiming to achieve consistent absolute returns across different market conditions. The Underlying Investment Strategy endeavours to invest across multiple strategies to construct a well-diversified investment pool with high focus on risk management and control.

The interest rate/range of the MLDs is not fixed and hence cannot be ascertained. The MLDs are valued based on the valuation derived by an independent valuer. The valuation technique used to derive value of debenture considers valuation of all the financial assets attributable to the Underlying Investment Strategy.

Interest/Coupon Accrual: Interest or coupon shall accrue only when the value per MLD exceeds the subscription amount (Face Value plus Securities Premium). No interest or coupon will be payable where returns are zero or negative.

Redemption Premium:

- Where the value per MLD exceeds the subscription amount: Redemption Premium shall equal to the Premium received at issuance.

- Where the value per MLD is less than the subscription amount: Redemption Premium shall be the higher of (i) value per MLD minus Face Value, or (ii) zero

Terms of Repayment

Particulars	ISIN	Quoted / Unquoted	Date of Maturity	Amount (in lakhs)
Market Linked Debentures - privately placed (EQAR MLD - Series A)	INE0L6807013	Quoted	09-Apr-25	19,550
Market Linked Debentures - privately placed (EQAR MLD - Series B)	INE0L6807021	Quoted	11-Jun-25	30,889
Market Linked Debentures - privately placed (EQAR MLD - Series C)	INE0L6807039	Quoted	03-Sep-25	10,266
Market Linked Debentures - privately placed (EQAR MLD - Series D)	INE0L6807054	Quoted	04-Dec-25	21,677
Market Linked Debentures - privately placed (EQAR MLD - Series E)	INE0L6807062	Quoted	27-Apr-26	41,717
Market Linked Debentures - privately placed (EQAR MLD - Series F)	INE0L6807088	Quoted	17-Jun-26	21,389
Market Linked Debentures - privately placed (EQAR MLD - Series G)	INE0L6807096	Quoted	04-Nov-26	32,858
Market Linked Debentures - privately placed (EQAR MLD - Series H)	INE0L6807112	Quoted	20-Apr-27	8,349
Market Linked Debentures - privately placed (EQAR MLD - Series I)	INE0L6807138	Quoted	04-Jun-27	19,677
Market Linked Debentures - privately placed (EQAR MLD - Series J)	INE0L6807146	Quoted	16-Jul-27	52,538



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Notes to Financial Statement for the year ended March 31, 2025

Particulars	ISIN	Quoted / Unquoted	Date of Maturity	Amount (in lakhs)
Market Linked Debentures - privately placed (EQAR MLD - Series K)	INE0L6807161	Quoted	14-Apr-28	29,425
Market Linked Debentures - privately placed (EQAR MLD - Series L)	INE0L6807179	Quoted	19-May-28	13,022
Market Linked Debentures - privately placed (EQAR MLD - Series M)	INE0L6807187	Quoted	16-Jun-28	34,841
Market Linked Debentures - privately placed (CAR MLD - Series A)	INE0L6807047	Quoted	21-Oct-25	13,641
Market Linked Debentures - privately placed (CAR MLD - Series B)	INE0L6807070	Quoted	25-May-26	6,943
Market Linked Debentures - privately placed (CAR MLD - Series C)	INE0L6807104	Quoted	13-Oct-26	10,378
Market Linked Debentures - privately placed (CAR MLD - Series D)	INE0L6807120	Quoted	14-May-27	9,759
Market Linked Debentures - privately placed (CAR MLD - Series E)	INE0L6807153	Quoted	13-Aug-27	14,648
Market Linked Debentures - privately placed (CAR MLD - Series F)	INE0L6807195	Quoted	14-Jul-28	12,803

Note - 11 Preference Share Capital

Particulars	As at March 31, 2025	As at March 31, 2024
<u>At Amortized Cost</u>		
25,77,267 0.0001% Cumulative Convertible Preference Shares (PY 21,61,649) of Rs 10 each	13,732.99	10,432.99
Total	13,732.99	10,432.99
Of the Above		
i) Preference Share Capital issued in India	13,732.99	10,432.99
ii) Preference Share Capital issued outside India	-	-

Particulars	Date of Allotment	Quantity	Amount
Compulsorily Convertible Preference Shares	28-Mar-23	14,58,250	5,833.00
Compulsorily Convertible Preference Shares	03-Apr-23	2,50,000	1,000.00
Compulsorily Convertible Preference Shares - Series A CCPS	27-Feb-24	4,53,399	3,599.98
Compulsorily Convertible Preference Shares	30-Apr-24	4,15,618	3,300.01
		25,77,267	13,732.99

Terms of Compulsorily Convertible Preference Shares (CCPS) - Subordinated Liability

Each holder of CCPS shall have the right to convert all or part of the CCPS held by it into Equity Shares at the CCPS Conversion Ratio, on a date that such holder of CCPS may elect, by delivery of a prior written notice of at least 15 (Fifteen) days to the Company. The conversion ratio applicable to such CCPS shall be determined basis the prevailing fair market value of the Equity Shares as determined by a registered valuer at the time of exercise of conversion right by the holders of the CCPS, in accordance with the applicable Law.

All outstanding CCPS shall be compulsorily converted into Equity Shares at the CCPS Conversion Ratio on: (i) the 10th anniversary from the date of allotment, subject to applicable Law; or (ii) a date immediately prior to the closing of an initial public offer of the Company; whichever is earlier.

Note - 12 Subordinated Liabilities

Particulars	As at March 31, 2025	As at March 31, 2024
Non Convertible Debentures (Valued at Amortised Cost)	7,803.45	7,437.30
Non Convertible Debentures (Valued at FVTPL)	29,126.75	18,869.86
Total	36,930.20	26,307.16
Of the Above		
i) Borrowings in India	36,930.20	7,437.30
ii) Borrowings outside India	-	-



Alpha Alternatives Financial Services Private Limited (formerly known as "Provincial Finance And Leasing Co Private Limited")			
Notes to Financial Statement for the year ended March 31, 2025			
Unsecured Subordinated Redeemable Non-Convertible Debentures			
Terms of Repayment			
(Amount in lakhs)			
Particulars	Interest Rate	Maturity	Issue Amount
Unsecured Rated Listed Principal Protected Market Linked Non-Convertible Debentures	Note A	24-Apr-33	10,000.50
Unsecured Rated Listed Principal Protected Market Linked Non-Convertible Debentures	Note A	24-Feb-34	6,903.00
Unsecured Unrated Unlisted Non-Convertible Debentures*	14%	12-Apr-34	5,500.00
Unsecured Rated Listed Non-Convertible Debentures	21%	15-May-33	1,667.00
Unsecured Rated Listed Principal Protected Market Linked Non-Convertible Debentures	Note A	01-May-34	6,700.04
			30,770.54
Note A			
The coupon rate for Non-Convertible Debentures (NCDs) is variable in nature and hence the interest rate/range cannot be ascertained. It is calculated based on the terms of the NCDs.			
* W.e.f April 01, 2024, the terms of Unsecured Unrated Unlisted Non-Covertible Debentures is as follows :			
- Rate of Interest changed to 14% p.a			
- Tenor of Debenture extended until April 2034			
Note - 13 Other Financial Liabilities			
Particulars	As at March 31, 2025	As at March 31, 2024	
Employee benefits payable	3,781.93	2,517.31	
Balance with Brokers	1,880.67	-	
Other Payables	2.25	740.62	
	5,664.85	3,257.93	
Note - 14 Current tax liabilities (Net)			
Particulars	As at March 31, 2025	As at March 31, 2024	
Income Tax (Net of Provisions)	775.37	2,371.53	
	775.37	2,371.53	
Note - 15 Deferred tax Liabilities (Net)			
Particulars	As at March 31, 2025	As at March 31, 2024	
Deferred tax Assets/ Liabilities (Net)	1,695.01	376.00	
	1,695.01	376.00	
Deferred tax assets recorded in Balance Sheet			
Particulars	As at March 31, 2025	As at March 31, 2024	
Deferred tax relates to the following:			
Deferred tax assets			
Remeasurement of employee benefit	8.33	4.86	
Provision for Standard Assets	20.42	11.73	
Others	472.27	251.68	
Depreciation	0.21	0.13	
Gross deferred tax assets	501.22	268.40	
Deferred tax liabilities			
Remeasurement of employee benefit			
Net gain on fair valuation of Investments not adjusted under Income Tax Act, 1961	2,196.23	644.39	
Gross deferred tax liabilities	2,196.23	644.39	
Deferred tax assets/(liabilities) (Net)	1,695.01	376.00	



Alpha Alternatives Financial Services Private Limited
(formerly known as "Provincial Finance And Leasing Co Private Limited")

Notes to Financial Statement for the year ended March 31, 2025

Note - 16 Provisions

(Amount In lakhs)

Particulars	As at March 31, 2025	As at March 31, 2024
Provision for Gratuity	30.28	19.31
Provision for leave encashment	0.90	-
Provision for Expenses	17.01	-
	48.19	19.31

Note - 17 Other Non-Financial Liabilities

Particulars	As at March 31, 2025	As at March 31, 2024
Statutory Dues	6,064.98	4,376.74
	6,064.98	4,376.74



Alpha Alternatives Financial Services Private Limited
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Notes to Financial Statement for the year ended March 31, 2025

Note - 18 Equity Share capital

(Amount in lakhs)

Particulars	As at March 31, 2025	As at March 31, 2024
Authorised		
1,75,00,000 Equity Shares (PY 1,50,00,000) of Rs. 10 each	1,750.00	1,750.00
35,00,000 0.0001% Cumulative Compulsorily Convertible Preference Shares (PY 35,00,000) of Rs 10 each	350.00	350.00
Issued, Subscribed and Paid Up		
1,59,56,180 Equity Shares (PY 1,55,00,000) of Rs. 10 each fully paid up	1,595.62	1,550.00
	1,595.62	1,550.00

(A) Reconciliation of the shares outstanding at the beginning and at the end of the year

Particulars	As at March 31, 2025		As at March 31, 2024	
	No. of Shares	Amount	No. of Shares	Amount
At the beginning of the year	1,55,00,000	1,550.00	1,45,61,388	1,456.14
Add:- Shares issued during the year	4,56,180	45.62	9,38,612	93.86
Less: Share bought back during the year	-	-	-	-
Shares outstanding at the end of the year	1,59,56,180	1,595.62	1,55,00,000	1,550.00

(B) Terms/rights/restrictions attached to equity shares

The Company has only one class of equity shares having a par value of INR 10 per share. Each holder of equity shares is entitled to one vote per share. The dividend, if any is proposed by the Board of Directors and is subject to the approval of the shareholders in the ensuing Annual General Meeting. In the event of liquidation of Company, the holders of equity shares will be entitled to receive remaining assets of the Company, after distribution of all preferential amounts. The distribution will be in proportion to the number of equity shares held by the shareholders.

(C) Details of shareholders holding more than 5% shares in the Company

Particulars	As at March 31, 2025		As at March 31, 2024	
	Nos.	% of Holding	Nos.	% of Holding
Alpha Alternatives Holdings Private Limited	1,59,56,180	100	1,55,00,000	100
	1,59,56,180	100	1,55,00,000	100

(D) Details of Promoters shareholders holding in equity shares of the company

Promoter Name	As at March 31, 2025		
	Nos.	% of Holding	% Change during the year
Alpha Alternatives Holdings Private Limited	1,59,56,180	100	-
Promoter Name	As at March 31, 2024		
	Nos.	% of Holding	% Change during the year
Alpha Alternatives Holdings Private Limited	1,55,00,000	100	-

Note - 19 Other equity

Particulars	As at March 31, 2025	As at March 31, 2024
(I) Retained Earnings		
Balance at the beginning of the year (a)	14,458.15	3,543.53
Profit/ Loss on Sale of Equity transferred through OCI (b)	191.50	(86.02)
Profit/(Loss) for the year (c)	12,293.95	13,750.80
Appropriations:		
Transfer to reserve fund in terms of section 45-IC(1) of the Reserve Bank of India Act, 1934	2,458.79	2,750.16
Impairment Reserve	-	-
Total appropriations (d)	2,458.79	2,750.16
Balance at the end of the year (a+b+c-d)	24,484.81	14,458.15



Alpha Alternatives Financial Services Private Limited
(formerly known as "Provincial Finance And Leasing Co Private Limited")

Notes to Financial Statement for the year ended March 31, 2025

Other Reserves

(Amount in lakhs)

Particulars	As at March 31, 2025	As at March 31, 2024
Other Comprehensive Income		
Balance as at the beginning of the year	2,433.74	(850.39)
Fair valuation on Equity instrument	698.79	3,203.21
Profit/ Loss on Sale of Equity transferred to Retained Earnings	(191.50)	86.02
Income tax relating to items not be reclassified to profit or loss	(162.41)	-
Remeasurement of the net defined benefit obligation gain / (loss)	(2.30)	(5.10)
Balance as at the end of the year	2,776.32	2,433.74
(II) Statutory Reserve pursuant to Section 45-IC of the RBI Act, 1934		
Balance as at the beginning of the year	3,628.92	878.76
Add: Transferred during the year	2,458.79	2,750.16
Balance as at the end of the year	6,087.71	3,628.92
(III) General Reserve		
Balance as at the beginning of the year	10.00	10.00
Add:- Received during the year	-	-
Balance at the end of the year	10.00	10.00
(IV) Securities Premium Reserve		
Balance as at the beginning of the year	21,085.38	13,726.67
Add:- Received during the year (Net off Share issue Expense)	6,427.58	7,358.71
Balance at the end of the year	27,512.96	21,085.38
	60,871.80	41,616.19

Nature and purpose of other equity

(i) Retained earnings

Retained earnings or accumulated surplus represents total of all profits retained since Company's inception. Retained earnings are credited with current year profits, reduced by losses, if any, dividend payouts, transfers to General reserve or any such other appropriations to specific reserves.

(ii) Reserve fund in terms of section 45-IC(1) of the Reserve Bank of India Act, 1934

As per Section 45-IC of Reserve Bank of India Act, 1934 every non-banking financial company shall create a reserve fund and transfer therein a sum not less than twenty per cent of its net profit every year as disclosed in the Statement of profit and loss and before any dividend is declared. No appropriation of any sum from the reserve fund shall be made by the non-banking financial company except for the purpose as may be specified by the Reserve Bank of India from time to time and every such appropriation shall be reported to the Reserve Bank of India within twenty-one days from the date of such withdrawal. The said amount has been transferred at the end of the Financial Year.

(iii) General reserve

The general reserve is a free reserve, retained from Company's profits and can be utilized upon fulfilling certain conditions in accordance with specific requirement of Companies Act, 2013

(iv) Securities Premium Reserve

Securities premium reserve is used to record the premium on issue of shares.



Alpha Alternatives Financial Services Private Limited
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Notes to Financial Statement for the year ended March 31, 2025

Note - 20 Interest Income

(Amount in lakhs)

Particulars	For the Year ended March 31, 2025			
	On financial assets measured at			
	FVOCI	Amortised Cost	FVTPL	Total
Interest income from investments	-	7,356.19	30,598.38	37,954.57
Interest on loans	-	106.08	-	106.08
Interest on deposits from banks	-	66.62	-	66.62
Other interest income	-	-	-	-
	-	7,528.89	30,598.38	38,127.27

Particulars	For the Year ended March 31, 2024			
	On financial assets measured at			
	FVOCI	Amortised Cost	FVTPL	Total
Interest income from investments	-	3,515.64	9,638.62	13,154.26
Interest on loans	-	259.55	-	259.55
Interest on deposits from banks	-	48.86	-	48.86
Other interest income	-	-	-	-
	-	3,824.05	9,638.62	13,462.67

Note - 21 Net gain/ (loss) on fair value changes

Particulars	For the Year ended March 31, 2025	For the Year ended March 31, 2024
Net gain/ (loss) on financial instruments at fair value through profit or loss		
- Investments	21,792.72	15,674.54
- Derivatives	30,222.80	41,312.19
	52,015.52	56,986.73
Fair value changes:		
- Realised	43,612.22	55,677.93
- Unrealised	8,403.30	1,308.80
	52,015.52	56,986.73

Note - 22 Finance costs

Particulars	For the Year ended March 31, 2025		
	On financial liabilities measured at		
	Amortised Cost	FVTPL	Total
Interest on Debt Securities	-	57,440.78	57,440.78
Interest on Subordinated liabilities	770.00	4,358.88	5,128.88
Interest on Borrowings	-	55.98	55.98
	770.00	61,855.64	62,625.64

Particulars	For the Year ended March 31, 2024		
	On financial liabilities measured at		
	Amortised Cost	FVTPL	Total
Interest on debt securities	-	40,370.02	40,370.02
Interest on Subordinated liabilities	938.69	2,184.85	3,123.54
Interest on borrowings	-	-	-
Other interest expenses	150.00	-	150.00
	1,088.69	42,554.87	43,643.56



Alpha Alternatives Financial Services Private Limited
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Notes to Financial Statement for the year ended March 31, 2025

Note - 23 Employee Benefits Expense

(Amount in lakhs)

Particulars	For the Year ended March 31, 2025	For the Year ended March 31, 2024
Salaries, Bonus and allowances	4,265.93	2,809.26
Contribution to provident and other funds	30.87	3.82
Share Based Payments to employees	375.47	734.15
Staff welfare expenses	4.73	2.62
	4,677.00	3,549.85

Note - 24 Depreciation, amortization and impairment expense

Particulars	For the Year ended March 31, 2025	For the Year ended March 31, 2024
Depreciation on Property Plant and Equipment	0.92	1.17
	0.92	1.17

Note - 25 Other Expenses

Particulars	For the Year ended March 31, 2025	For the Year ended March 31, 2024
Brokerage & Other Charges	5,883.84	4,393.16
Legal and Professional Fees	149.94	49.18
Business Support Charges	129.35	94.76
Rates and Taxes	254.30	151.25
Issue expenses	218.26	111.40
Audit Fees		
For statutory audit	20.41	8.75
Other Services	1.24	1.85
Director Sitting Fees	5.70	8.70
CSR Expenses (Note (a))	159.00	46.00
Miscellaneous Expenses	12.23	33.06
Bank Charges	0.94	0.31
Provision for Standard Asset	81.12	28.20
	6,916.33	4,926.62

Note (a) : Corporate Social Responsibility (CSR)

Particulars	For the Year ended March 31, 2025	For the Year ended March 31, 2024
i) Gross amount required to be spent by the company during the year	159	46.00
ii) Amount approved by the Board to be spent during the year	159	46.00
Construction/acquisition of any asset	-	-
On purposes other than (i) above	159	46.00
iii) Amount spent during the year on:		
Construction/acquisition of any asset	-	-
On purposes other than (i) above	159	46.00
iv) Shortfall at the end of the year,	-	-
v) The total of previous years' shortfall / (Excess) amounts;	-	-
vi) The reason for above shortfalls	NA	NA
vii) (Excess) / Short Payment at the end of the year	-	-

Nature of CSR activities:

Particulars	For the Year ended March 31, 2025	For the Year ended March 31, 2024
a) Health and Education	35.00	11.00
b) Relief and Wellness	124.00	25.00
c) Minorities and Other Backward Communities	-	10.00



Alpha Alternatives Financial Services Private Limited
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Notes to Financial Statement for the year ended March 31, 2025

Note- 26 Earnings per equity share (for continuing operations)

(Amount In lakhs)

The following reflects the income and share data used in the basic and diluted EPS computations:

Particulars	For the Year ended March 31, 2025	For the Year ended March 31, 2024
(A) Net profit attributable to equity shareholders	12,293.95	13,750.80
(B) Weighted average no. of equity shares at beginning of the year	1,55,00,000	1,45,61,388
Add: Effective shares issued during the year	6,71,337	2,65,681
(C) Weighted average no. of equity shares o/s during the period	1,61,71,337	1,48,27,069
Basic earning price per share (Rs) (A/C)	76.02	92.74
Diluted earning price per share (Rs) (A/C)*	76.02	92.74

*The Company has issued 4,15,618 (PY 7,03,399) 0.0001% Cumulative Compulsorily Convertible Preference Shares during the year. The same has been classified under Liabilities due to variable conversion terms and is not considered for the diluted EPS calculation (Please refer Note 11 for CCPS Conversion terms)

Note- 27 Segment Information

Disclosure under Indian Accounting Standard 108 – 'Operating Segments' is not given as, in the opinion of the management, the entire business activity falls under one segment, viz. investing and financial services. There are no operations outside India and hence there is no external revenue or assets which require disclosure. Also there is no revenue from transactions with a single external customer or counterparty amounting to 10% or more of the Company's total revenue in the year ended March 31, 2025 or March 31, 2024

Note- 28 Contingent Liabilities

There are no contingent liabilities for the year ended March 31, 2025 and March 31, 2024

Note- 29 Income tax expense

Particulars	For the Year ended March 31, 2025	For the Year ended March 31, 2024
Current tax		
Current tax on profits for the year	2,765.48	4,562.98
Total Current tax expense	2,765.48	4,562.98
Deferred tax		
Decrease / (increase) in deferred tax asset	-	-
(Decrease) / increase in deferred tax liabilities	1,156.60	(112.07)
Total Deferred tax expense/(benefit)	1,156.60	(112.07)
Total Income tax expense	3,922.08	4,450.91
Income tax expense/(credit) is attributable to:		
Profit/(Loss) from continuing Operations	3,922.08	4,450.91
Profit/(Loss) from discontinuing Operations	-	-
	3,922.08	4,450.91

Reconciliation of tax expense and the accounting profit computed by applying the Income tax rate

Particulars	For the Year ended March 31, 2025	For the Year ended March 31, 2024
Profit / (Loss) before income tax expense	16,412.91	18,366.84
Profit / (Loss) from discontinuing Operations before income tax exp	-	-
	16,412.91	18,366.84
Tax at the Indian tax rate of 25.168% (FY 2023-24 : 25.168%)	4,130.80	4,622.57
Add/(less) effect of :		
Effect of expenses that are not deductible in determining taxable profit	934.01	545.48
Effect of Income that are deductible in determining taxable profit	(2,433.18)	(694.37)
Capital Gains Tax	133.85	89.30
Deferred Tax (Refer Note 15)	1,156.60	(112.07)
Income tax expense	3,922.08	4,450.91



Alpha Alternatives Financial Services Private Limited
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Notes to Financial Statement for the year ended March 31, 2025

Note - 30 Employee benefits plan

Defined benefit plans

(A) Gratuity

The gratuity plan is governed by the Payment of Gratuity Act, 1972. Under the Gratuity Act, an employee who has completed five years of service is entitled to specific benefits. The level of benefits provided depends on the member's length of service, managerial grade and salary at retirement age. The disclosures of employee benefits as defined in the Ind AS 19 "Employee Benefits" are given below :

(Amount in lakhs)

Particulars	For the Year ended March 31, 2025	For the Year ended March 31, 2024
Defined benefit obligation as at the opening of the year	19.31	8.68
Current service cost	7.32	3.19
Interest on defined benefit obligation	1.35	0.63
Remeasurements due to:		
Actuarial loss/(gain) arising from change in financial assumptions	0.62	0.55
Actuarial loss/(gain) arising from change in demographic assumptions	-	-
Actuarial loss/(gain) arising on account of experience changes	1.68	6.25
Benefits paid		
Defined benefit obligation as at the end of the year	30.28	19.31

Movement in Plan Assets

Particulars	For the Year ended March 31, 2025	For the Year ended March 31, 2024
Fair value of plan asset as at the beginning of the year	-	-
Adjustment to opening Fair Value of Plan Asset	-	-
Employer contributions	-	-
Interest on plan assets	-	-
Remeasurements due to:	-	-
Actual return on plan assets less interest on plan assets	-	-
Benefits paid	-	-
Fair value of plan asset as at the end of the year	-	-

Reconciliation of net liability/asset

Particulars	For the Year ended March 31, 2025	For the Year ended March 31, 2024
Net defined benefit liability/(asset) as at the beginning of the year	19.31	8.68
Adjustment to opening balance		
Expense charged to Statement of Profit and Loss	8.67	3.82
Amount recognised in other comprehensive income	2.30	6.81
Contributions Paid		
Net defined benefit liability/(asset) as at the end of the year	30.28	19.31

Expenses charged to the Statement of Profit and Loss

Particulars	For the Year ended March 31, 2025	For the Year ended March 31, 2024
Current service Cost	7.32	3.19
Net Interest Cost	1.35	0.63
	8.67	3.82

Remeasurement (gains)/losses in other comprehensive income

Particulars	For the Year ended March 31, 2025	For the Year ended March 31, 2024
Opening amount recognised in other comprehensive income	-	-
Changes in financial assumptions	0.62	0.55
Changes in demographic assumptions	-	-
Experience adjustments	1.68	6.25
Actual return on plan assets less interest on plan assets	-	-
Adjustment to recognise the effect of asset ceiling	-	-
Closing amount recognised outside profit or loss in other comprehensive income	2.30	6.81



Alpha Alternatives Financial Services Private Limited (formerly known as "Provincial Finance And Leasing Co Private Limited")		
Notes to Financial Statement for the year ended March 31, 2025		
Amount recognised in Balance Sheet (Amount in lakhs)		
Particulars	For the Year ended March 31, 2025	For the Year ended March 31, 2024
Present value of funded defined benefit obligation	30.28	19.31
Fair value of plan assets	-	-
Net funded obligation	30.28	19.31
Amount not recognised due to asset limit	-	-
Net defined benefit liability/(assets) recognised in Balance Sheet	30.28	19.31
Key actuarial assumptions		
Particulars	For the Year ended March 31, 2025	For the Year ended March 31, 2024
Discount rate (p.a.)	6.80%	7.00%
Salary escalation rate (p.a.)	10.00%	10.00%
Expected Present value of Payout:		
Year	For the Year ended March 31, 2025	For the Year ended March 31, 2024
Expected Outgo First	1.92	1.10
Expected Outgo Second	1.96	1.15
Expected Outgo Third	1.96	1.21
Expected Outgo Fourth	1.98	1.27
Expected Outgo Fifth	1.99	1.34
Expected Outgo Sixth to Tenth Years	14.21	13.33
Sensitivity analysis for significant assumptions is as shown below		
Particulars	For the Year ended March 31, 2025	For the Year ended March 31, 2024
Impact of increase in 100 bps on discount rate	27.41	17.56
Impact of decrease in 100 bps on discount rate	33.67	21.36
Impact of increase in 100 bps on salary escalation rate	31.54	20.15
Impact of decrease in 100 bps on salary escalation rate	29.07	18.48
Impact of increase in 100 bps on withdrawal rate	30.49	19.62
Impact of decrease in 100 bps on withdrawal rate	30.03	18.93
Valuation Results:		
The assumptions and methodology used in compiling this Report are consistent with the requirements of Ind AS 19		
The results are particularly sensitive to some assumptions, such as discount rate, salary inflation, level of assumed mortality		
The value of discontinuance liability (if all the accrued benefits were to be settled immediately on the valuation date) as at March 31, 2025 is Rs 66.50 lakhs		



Notes to Financial Statement for the year ended March 31, 2025

Note - 31 Employee Stock Option Plan (ESOP)

The eligible employees of the Group have been granted by Alpha Alternatives Holdings Private Limited (AAHPL), stock options under the "ESOP Plan 2022 A" and "ESOP Plan 2022 B" hereinafter referred to as "Stock Options" individually and collectively.

Each Stock options entitles the holder thereof to apply for and be allotted Ordinary Shares of AAHPL of ₹ 1.00 each upon payment of exercise price. These options vest over a period of four years from the date of grant. These options have been granted at 'market price' within the meaning of the Securities and Exchange Board of India (Share Based Employee Benefits and Sweat Equity) Regulations, 2021.

The cost of Stock Options granted under ESOP have been recognised as equity settled share based payments respectively in accordance with Ind AS 102 – Share Based Payment. In terms of the aforesaid arrangement, the Company accounts for the cost of the fair value of stock options granted to the eligible employees as employee benefits expense. The fair value of the stock options granted is determined, using the Black Scholes Option Pricing model, by AAHPL for all the Optionees covered under Stock Options Scheme as a whole.

The summary of movement of such options granted by AAHPL and status of the outstanding options is as under:

ESOP Plan 2022 A

Particulars	As on March 31, 2025 Nos. of Options	As on March 31, 2024 Nos. of Options
Outstanding at the beginning of the year	4,26,700	-
Add: Granted during the year	-	4,26,700
Less: Lapsed during the year	-	-
Add / (Less): Movement of employees to whom options are granted	-	-
Less: Exercised during the year	-	-
Outstanding at the end of the year	4,26,700	4,26,700
Options exercisable at the end of the year	-	-
Exercise Price	39.00	39.00

ESOP Plan 2022 B

Particulars	As on March 31, 2025 Nos. of Options	As on March 31, 2024 Nos. of Options
Outstanding at the beginning of the year	3,22,508	-
Add: Granted during the year	98,545	3,22,508
Less: Lapsed during the year	-	-
Add / (Less): Movement of employees to whom options are granted	-	-
Less: Exercised during the year	-	-
Outstanding at the end of the year	4,21,053	3,22,508
Options exercisable at the end of the year	-	-
Exercise Price	250.69	250.69

In accordance with Ind AS 102, the Company has recognised an amount of Rs 375.47 Lakhs (2024: 734.15 Lakhs) towards Stock Options. Such charge has been recognised as employee benefits expense.



Alpha Alternatives Financial Services Private Limited
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Notes to Financial Statement for the year ended March 31, 2025

Note - 32 Related Party Disclosures

32.1 Names of Related Parties & Nature of Relationship with whom the company has transactions during the year, as required by the Ind As 24 "Related Party Disclosures" and Companies Act, 2013.

Enterprises/Individuals owning, directly or indirectly, an interest in the voting power of the reporting enterprise that gives them control or significant influence over the enterprise:

- Alpha Alternatives Holdings Private Limited
- Kothari Family Private Trust

Key Management Personnel

- Director - Mr. Shreyans Mehta
- Chief Financial Officer - Mr. Jay Paleja
- Company Secretary - Ms. Rupali Maini (upto November 22, 2024)
- Company Secretary - Mr. Sundaram Goswami (w.e.f January 23, 2025)

Other enterprises which are under common control

- Alpha Alternatives Fund Advisors LLP
- Alpha Alternatives Finserve Solutions LLP
- Alpha Alternatives Strategies LLP
- Alpha Alternatives Ventures Private Limited
- Alpha Alternatives Fund-Infra Advisors Private Limited
- Alpha Alternatives Singapore Pte. Ltd.
- Arsenio Strategies Private Limited
- Agri Commodity Alpha LLP
- Ember Nest LLP
- Manpeak Ventures LLP
- Ebony Advisors LLP
- Ncube Ventures LLP
- Orex Opus Logistics Park Private Limited
- Purple Aster Ventures LLP
- Purple Orchid Tree LLP
- Purple Clover Tree LLP
- Silverleaf Oak Advisors LLP
- Third Alpha LLP
- Third Edge Advisors LLP

Associated enterprise of the entity

- Helium Services LLP
- Pinkstone Ventures LLP
- Purple Orchid Hotel LLP
- Quanterra Strategies LLP
- Terrefert Green Growth LLP

32.2 Transactions with Related Parties

(Amount in lakhs)

Name of Related Party and Nature of relationship	Nature of Transaction	FY 2024-25	FY 2023-24
		Transactional Value	Transactional Value
A) Holding Company			
Alpha Alternatives Holdings Private Limited	Business support charges paid	138.00	100.00
	Contribution to equity 4,16,180 shares of Rs 10 each at a premium of Rs. 1,409 each(PY 9,38,612 shares of Rs 10 each at a premium of Rs. 784 each)	6,472.20	7,452.58
	Issue of Non-Convertible Debentures	-	5,500.00
	Interest on Non-Convertible Debentures	769.99	638.36
	Share Based Payments	375.47	734.14
	Purchase of securities	3,647.51	-
	Advance against purchase of securities	185.00	-



B) Other enterprises which are under common control			
Alpha Alternatives Finserve Solutions LLP	Loans given	-	11,875.00
	Loans repaid	-	16,475.00
	Interest Received	-	257.03
	Issue of Market Linked Debentures	-	11,502.64
Alpha Alternatives Fund Advisors LLP	Professional fees charged	12.18	-
	Issue of Market Linked Debentures	-	3,000.74
C) Key Management Personnel (KMP)			
Key Managerial personnel (KMP)	Issue of Market Linked Debentures	121.54	43.66
Relatives of KMP	Remuneration Paid	525.97	33.67
	Issue of Market Linked Debentures	35.00	-
32.3 Balances as at the end of the year:			
Name of Related Party and Nature of relationship		As at March 31, 2025	As at March 31, 2024
A) Holding Company			
Alpha Alternatives Holdings Private Limited	Issue of Non-Convertible Debentures	-	5,500.00
	Business Support Charges	138.00	100.00
	Share Based Payments	-	734.14
	Advance against purchase of securities	185.00	
B) Other enterprises which are under common control			
Alpha Alternatives Fund Advisors LLP	Professional fees payable	12.18	-
	Market Linked Debentures		
C) Key Management Personnel			
Key managerial personnel	Market Linked Debentures	269.30	151.30
Relatives of KMP	Remuneration payable	5.42	5.42
	Market Linked Debentures	35.00	-
32.4 Maximum Balances outstanding during the year:			
Name of Related Party and Nature of relationship		FY 2024-25	FY 2023-24
		Transactional Value	Transactional Value
A) Holding Company			
Alpha Alternatives Holdings Private Limited	Issue of Non-Convertible Debentures	-	5,500.00
	Business Support Charges	138.00	100.00
	Share Based Payments	375.47	734.14
B) Other enterprises which are under common control			
Alpha Alternatives Fund Advisors LLP	Issue of Non-Convertible Debentures	-	3,000.74
Ncube Ventures LLP	Loans (Asset)	-	6,500.00
	Issue of Market Linked Debentures	-	7,202.72
C) Key Management Personnel			
Key managerial personnel	Issue of Market Linked Debentures	269.30	147.76
Relatives of KMP	Issue of Market Linked Debentures	35.00	-



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Notes to Financial Statement for the year ended March 31, 2025

Note - 33 'Fair Value Measurement

Financial Instrument by category and hierarchy

This section explains the judgements and estimates made in determining the fair values of the financial instruments that are recognised and measured at fair value. To provide an indication about the reliability of the inputs used in determining fair value, the Company has classified its financial instruments into the three levels prescribed under the accounting standard. An explanation of each level follows underneath the table.

For financial assets and liabilities that are measured at fair value, the carrying amounts are equal to the fair values.

The Company uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: The fair value of financial instruments traded in active markets (such as publicly traded derivatives, and equity securities) is based on quoted market prices at the end of the reporting period. These instruments are included in level 1.

Level 2: The fair value of financial instruments that are not traded in an active market (for eg. Market Linked Debentures) is determined using valuation techniques which maximise the use of observable market data and rely as little as possible on entity-specific estimates. If all significant inputs required to fair value an instrument are observable, the instrument is included in level 2.

Level 3: If one or more of the significant inputs is not based on observable market data, the instrument is included in level 3.

(Amount in lakhs)

Financial Assets and Liabilities as at March 31, 2025	Carried at			Fair Value Hierarchy			
	FVTOCI	FVTPL	Amortised Cost	Total	Level 1	Level 2	Level 3
Financial Assets							
Investments (quoted)	13,834.11	5,14,984.58	-	5,28,818.69	5,28,818.69	-	5,28,818.69
Investments (unquoted)	2,275.03	-	86,231.02	88,506.05	-	2,275.03	2,275.03
Cash and cash equivalents	-	-	1,574.68	1,574.68	-	-	-
Other financial assets	-	-	185.00	185.00	-	-	-
	16,109.14	5,14,984.58	87,990.70	6,19,084.42	5,28,818.69	2,275.03	5,31,093.72
Financial Liabilities							
Derivative financial instruments	-	1,170.35	-	1,170.35	1,170.35	-	1,170.35
Preference Share capital	-	-	13,732.99	13,732.99	-	-	-
Subordinated Liabilities	-	29,126.75	7,803.45	36,930.20	-	29,126.75	29,126.75
Debt Securities	-	4,90,159.17	-	4,90,159.17	-	4,90,159.17	4,90,159.17
Trade payables	-	-	152.99	152.99	-	-	-
Other financial liabilities	-	-	5,664.85	5,664.85	-	-	-
	-	5,20,456.27	27,354.28	5,47,810.55	1,170.35	5,19,285.92	5,20,456.27



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Notes to Financial Statement for the year ended March 31, 2025

Financial Assets and Liabilities as at March 31, 2024	Carried at			Fair Value Hierarchy				
	FVTOCI	FVTPL	Amortised Cost	Total	Level 1	Level 2	Level 3	Total
Non-current financial assets								
Investments (quoted)	6,867.55	3,71,076.23	-	3,77,943.78	3,71,076.23	-	-	3,71,076.23
Investments (unquoted)	2,233.10	-	33,389.15	35,622.25	-	2,233.10	-	2,233.10
Derivative financial instruments	-	387.18	-	387.18	387.18	-	-	387.18
Cash and cash equivalents	-	-	4,261.15	4,261.15	-	-	-	-
Loans	-	-	-	-	-	-	-	-
Other financial assets	-	-	15,627.29	15,627.29	-	-	-	-
	9,100.65	3,71,463.41	53,277.59	4,33,841.65	3,71,463.41	2,233.10	-	3,73,696.51
Financial Liabilities								
Derivative financial instruments	-	-	-	-	-	-	-	-
Preference Share capital	-	-	10,432.99	10,432.99	-	-	-	-
Subordinated Liabilities	-	18,869.86	7,437.30	26,307.16	-	18,869.86	-	18,869.86
Debt Securities	-	3,43,466.18	-	3,43,466.18	-	3,43,466.18	-	3,43,466.18
Trade payables	-	-	116.72	116.72	-	-	-	-
Other financial liabilities	-	-	3,257.93	3,257.93	-	-	-	-
	-	3,62,336.04	21,244.94	3,83,580.98	-	3,62,336.04	-	3,62,336.04



Notes to Financial Statement for the year ended March 31, 2025

Note - 34 'Capital Management

The Company maintains an actively managed capital base to cover risks inherent in the business, meeting the capital adequacy requirements of Reserve Bank of India (RBI), maintain strong credit rating and healthy capital ratios in order to support business and maximise shareholder value. The adequacy of the Company's capital is monitored by the Board using, among other measures, the regulations issued by RBI.

The pillars of its policy are as follows:

- Maintain diversity of sources of financing and spreading the maturity across tenure buckets in order to minimize liquidity risk.
- Manage financial market risks arising from Interest rate, equity prices and minimise the impact of market volatility on earnings.
- Leverage optimally in order to maximise shareholder returns while maintaining strength and flexibility of balance sheet.

This framework is adjusted based on underlying macro-economic factors affecting business environment, financial market conditions and interest rates environment.

The Company has complied in full with the capital requirements prescribed by RBI over the reported period. Refer Note 38 for disclosure of capital adequacy as per applicable RBI regulations.

Note - 35 Risk Management

The Company's activities expose it to market risk, liquidity risk and credit risk.

Risk	Exposure arising from	Risk Management
(a) Credit risk	Loans and advances, Bonds, Debentures, CDs, Cash and Cash Equivalents, Other financial assets measured at amortized cost.	Credit worthiness of Borrower, Credit Rating, collateral/ security cover & review monitoring. Fixed deposits with highly rated banks
(b) Liquidity risk	Debt Securities and other liabilities	Asset Liability Management and periodic reviews by board/ committee relating to the liquidity position.
(c)(i) Market risk - security price risk	Investments in mutual funds, Investment in Equity, Derivative Positions, Quoted Debt Securities	Portfolio diversification, assessments of fluctuation in the equity price, Hedging, Active risk management across strategies
(c)(ii) Market risk - interest rate risk	Debt Securities at variable rates	Review of cost of funds, Review and monitoring of fixed income portfolio including Government securities, Reverse Repo, CDs etc for mark to market risks

The Company's Board of Directors have overall responsibility for the establishment and oversight of the Company's risk management framework. The Company has established a Risk management Committee which is responsible for developing and monitoring the Company's risk management policies. The committee reports regularly to the board of directors on its activities.

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. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Company's activities.

a) Credit risk

Credit risk is the risk that the Company will incur a loss because its counterparties fail to discharge their contractual obligations. The Company's exposure to credit risk is influenced mainly by cash and cash equivalents, loan assets and other financial assets. Based on business environment in which the Company operates, a default on a financial asset is considered when the counter party fails to make payments within the agreed time period as per contract.

i) Credit risk management

The Company considers probability of default upon initial recognition of asset and whether there has been any significant increase in credit risk on an ongoing basis throughout each reporting period. To assess whether there is a significant increase in credit risk the Company compares the risk of default occurring on the asset as at the reporting date with the risk of default as at the date of initial recognition. It considers available reasonable and supportive forward-looking information.

Definition of Default

A default on a financial asset is when the counterparty fails to make contractual payments when they fall due. Such financial assets are considered under Stage 3 (credit impaired) for the purpose of ECL calculation.

ii) Provision for expected credit losses

The Company provides for expected credit loss based on following:

- Low risk : Risk associated with financial assets classified under Stage 1 for the purpose of ECL calculation.
- Medium risk : Risk associated with financial assets classified under Stage 2 for the purpose of ECL calculation
- High risk : Risk associated with financial assets classified under Stage 3 for the purpose of ECL calculation



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Notes to Financial Statement for the year ended March 31, 2025

Measurement of Expected Credit Losses

The Company has applied a three-stage approach to measure expected credit losses (ECL) on debt instruments accounted for at amortised cost. Assets migrate through following three stages based on the changes in credit quality since initial recognition:

- (a) Stage 1: 12- months ECL: For exposures where there is no significant increase in credit risk since initial recognition and that are not credit-impaired upon origination, the portion of the lifetime ECL associated with the probability of default events occurring within the next 12-months is recognized.
- (b) Stage 2: Lifetime ECL, not credit-impaired: For credit exposures where there has been a significant increase in credit risk since initial recognition but are not credit-impaired, a lifetime ECL is recognized.
- (c) Stage 3: Lifetime ECL, credit-impaired: Financial assets are assessed as credit impaired upon occurrence of one or more events that have a detrimental impact on the estimated future cash flows of that asset. For financial assets that have become credit-impaired, a lifetime ECL is recognized and interest revenue is calculated by applying the effective interest rate to the amortised cost.

At each reporting date, the Company assesses whether there has been a significant increase in credit risk of its financial assets since initial recognition by comparing the risk of default occurring over the expected life of the asset. In determining whether credit risk has increased significantly since initial recognition, the Company uses information that is relevant and available without undue cost or effort. This includes the Company's internal credit rating grading system, external risk ratings and forward-looking information to assess deterioration in credit quality of a financial asset.

The Company measures the amount of ECL on a financial instrument in a way that reflects an unbiased and probability-weighted amount. The Company considers its historical loss experience and adjusts the same for current observable data. The key inputs into the measurement of ECL are the probability of default, loss given default and exposure at default.

Probability of Default (PD)

The PD represents the likelihood of a borrower defaulting on its financial obligation, either over the next 12 months (12-month PD), or over the remaining lifetime (Lifetime PD) of the obligation.

Loss Given Default (LGD)

LGD represents the Company's expectation of the extent of loss on a defaulted exposure. LGD varies by type of counterparty, type and preference of claim and availability of collateral or other credit support.

Exposure at default (EAD)

Exposure at default is the total value an entity is exposed to when a loan defaults. It is the predicted amount of exposure that an entity may be exposed to when a debtor defaults on a loan. The outstanding principal and outstanding arrears reported as of the reporting date for computation of ECL is used as the EAD for all the portfolios.

b) Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Company's approach to managing liquidity is to ensure, as far as possible, that it will have sufficient liquidity to meet its liabilities when they are due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Company's reputation.

Maturity patterns of financial assets and liabilities

As at March 31, 2025

(Amount in lakhs)

Particulars	6 months or less	6 - 12 months	1 - 2 years	2 - 5 years	More than 5 years	Total
Financial Assets						
Non Current Investments	-	-	39,700.49	-	-	39,700.49
Current Investments	5,77,368.83	-	-	-	-	5,77,368.83
Cash & Cash Equivalents	1,574.68	-	-	-	-	1,574.68
Advances	185.00	-	-	-	-	185.00
-	5,79,128.51	-	39,700.49	-	-	6,18,829.00
Financial Liabilities						
Derivative financial instruments	1,170.35	-	-	-	-	1,170.35
Debt Securities	71,138.41	35,317.40	1,14,904.26	3,75,254.91	-	4,90,159.17
Preference Share Capital	-	-	-	-	13,732.99	13,732.99
Subordinated Liabilities	-	-	-	-	36,930.20	36,930.20
Trade Payable	152.99	-	-	-	-	152.99
Other financial Liabilities	3,814.85	1,850.00	-	-	-	5,664.85
	76,276.60	37,167.40	1,14,904.26	3,75,254.91	50,663.19	5,47,810.55



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Notes to Financial Statement for the year ended March 31, 2025
As at March 31, 2024

(Amount in lakhs)

Particulars	6 months or less	6 - 12 months	1 - 2 years	2 - 5 years	More than 5 years	Total
Financial Assets						
Non Current Investments	-	-	19,455.17	-	-	19,455.17
Current Investments	3,94,157.46	-	-	-	-	3,94,157.46
Cash & Cash Equivalents	4,261.15	-	-	-	-	4,261.15
Advances	15,627.29	-	-	-	-	15,627.29
	4,14,045.90	-	19,455.17	-	-	4,33,501.07
Financial Liabilities						
Derivative financial instruments	-	-	-	-	-	-
Debt Securities	-	-	1,60,210.65	1,83,255.53	-	3,43,466.18
Preference Share Capital	-	-	-	-	10,432.99	10,432.99
Subordinated Liabilities	-	-	-	-	26,307.16	26,307.16
Trade Payable	116.72	-	-	-	-	116.72
Other financial Liabilities	3,257.93	-	-	-	-	3,257.93
	3,374.65	-	1,60,210.65	1,83,255.53	36,740.15	3,83,580.98

c. Market risk

Market risk is the risk that changes in market prices, foreign exchange rates, interest rates will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimising the return.

i) Price risk

The Company's investments carry a risk of change in prices. To manage its price risk arising from investments, the Company periodically monitors the performance of the investee companies, assess special situations and corporate actions related to investee companies, measures mark- to- market gains/losses of all financial instruments and reviews the same

ii) Interest rate risk

The Company's main interest rate risk arises from debt securities with variable rates, which expose the Company to cash flow interest rate risk. However, the variable interest rate/ coupon is linked to the performance of underlying investment strategy.

The Company's fixed rate borrowings are carried at amortised cost. They are therefore not subject to interest rate risk as defined in Ind AS 107, since neither the carrying amount nor the future cash flows will fluctuate because of a change in market interest rates.

The Company also has interest rate risk due to investment in fixed income securities like government securities, CDs etc. To manage its risk, the company has established risk management framework and monitors and reviews all the financial instruments accordingly.

iii) Currency risk

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates.

The Company is not exposed to currency risk as at March 31, 2025.

Note 36 Analytical Ratios

Ratios Applicable	Formula	March 31, 2025	March 31, 2024
Capital to risk-weighted assets ratio (CRAR)	(Tier I Capital + Tier 2 Capital)/ Risk Weighted Assets	26.26%	18.05%
Tier I CRAR	Tier I Capital / Risk Weighted Assets	18.08%	12.20%
Tier II CRAR	Tier II Capital / Risk Weighted Assets	8.18%	5.85%
Liquidity Coverage Ratio	High Quality Liquid Assets/ Net cash outflow for 30 days	549.1%	Not applicable as per Master Direction – Reserve Bank of India (NBFC- Scale Based Regulation) Directions, 2023 - Annex XXI



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The following disclosure is required pursuant to RBI Scale Based regulation framework (RBI/DoR/2023-24/106DoR.FIN.REC.No.45/03.10.119/2023-24)

Asset Classification

(Amount in lakhs)

Asset Classification as per RBI Norms	Asset Classification as per Ind AS 109	Gross Carrying amount as per Ind AS	Loss allowances (Provision) as required under Ind AS 109	Net Carrying Amount	Provision required as per IRACP norms	Difference between Ind AS 109 provisions and IRACP norms
Performing Assets						
Standard Assets	Stage 1	21,288.37	127.71	21,160.66	85.15	42.56
Substandard Assets	-	-	-	-	-	-
Doubtful Assets	-	-	-	-	-	-
Loss Assets	-	-	-	-	-	-
		21,288.37	127.71	21,160.66	85.15	42.56

Schedule to the Balance Sheet of a non-deposit taking Non-Banking Financial Company

Particulars	As at March 31, 2025		As at March 31, 2024	
Liabilities side	Amount outstanding	Amount overdue	Amount outstanding	Amount overdue
(1) Loans and advances availed by the non- banking financial company inclusive of interest accrued thereon but not paid :				
(a) Debentures : Secured	4,90,159.17	-	3,43,466.18	-
: Unsecured	36,930.20	-	26,307.16	-
(b) Deferred Credits	-	-	-	-
(c) Term Loans	-	-	-	-
(d) Inter-corporate loans and borrowing	-	-	-	-
(e) Commercial Paper	-	-	-	-
(f) Public Deposits	-	-	-	-
(g) Other Loans (specify nature)	-	-	-	-
(2) Break-up of (1)(f) above (Outstanding public deposits inclusive of interest accrued thereon but not paid) :				
(a) In the form of Unsecured debentures	-	-	-	-
(b) In the form of partly secured debentures i.e. debentures where there is a shortfall in the value of security	-	-	-	-
(c) Other public deposits	-	-	-	-
Assets side	As at March 31, 2025		As at March 31, 2024	
	Amount outstanding		Amount outstanding	
(3) Break-up of Loans and Advances including bills receivables [other than those included in (4) below]:				
(a) Secured	-	-	-	-
(b) Unsecured	-	-	-	-
(4) Break up of Leased Assets and stock on hire and other assets counting towards asset financing activities				
(i) Lease assets including lease rentals under sundry debtors :				
(a) Financial lease	-	-	-	-
(b) Operating lease	-	-	-	-
(ii) Stock on hire including hire charges under sundry debtors :				
(a) Assets on hire	-	-	-	-
(b) Repossessed Assets	-	-	-	-
(iii) Other loans counting towards asset financing activities				
(a) Loans where assets have been repossessed	-	-	-	-
(b) Loans other than (a) above	-	-	-	-



(5) Break-up of Investments						
Current Investments						
1. <u>Quoted</u>						
(i) Shares						
(a) Equity				46,632.57		25,890.19
(b) Preference				-		-
(ii) Debentures and Bonds						
(iii) Units of mutual funds				30,836.43		34,584.81
(iv) Government Securities				14,758.98		16,742.44
(v) Other				4,20,325.91		2,93,858.79
2. <u>Unquoted</u>						
(i) Shares						
(a) Equity				-		-
(b) Preference				-		-
(ii) Debentures and Bonds						
(iii) Units of mutual funds						
(iv) Government Securities						
(v) Others (CD/CPs and Reverse Repos)				64,814.94		23,081.23
Long Term investments						
1. <u>Quoted</u>						
(i) Share						
(a) Equity				15,868.12		9,100.65
(b) Preference				-		-
(ii) Debentures and Bonds						
(iii) Units of mutual funds						
(iv) Government Securities						
(v) Others (please specify)				-		-
2. <u>Unquoted</u>						
(i) Shares						
(a) Equity				-		-
(b) Preference				-		-
(ii) Debentures and Bonds				21,529.39		10,354.52
(iii) Units of mutual funds						
(iv) Government Securities						
(v) Others (please specify)				-		-
(6) Borrower group-wise classification of assets financed as in (3) and (4) above :						
Category	As at March 31, 2025			As at March 31, 2024		
	Amount net of provisions			Amount net of provisions		
	Secured	Unsecured	Total	Secured	Unsecured	Total
1. Related Parties						
(a) Subsidiaries	-	-	-	-	-	-
(b) Same group Companies	-	-	-	-	-	-
(c) Other related parties	-	-	-	-	-	-
2. Other than related parties	-	-	-	-	-	-
	-	-	-	-	-	-
(7) Investor group-wise classification of all investments (current and long term) in shares and securities (both quoted and unquoted) :						
Category	As at March 31, 2025		As at March 31, 2024			
	Market Value	Book Value (Net of Provisions)	Market Value	Book Value (Net of Provisions)		
1. Related Parties						
(a) Subsidiaries	-	-	-	-		
(b) Same group Companies	-	-	-	-		
(c) Other related parties	-	-	-	-		
2. Other than related parties	6,17,197.03	6,08,793.73	4,13,612.63	4,04,249.98		
	6,17,197.03	6,08,793.73	4,13,612.63	4,04,249.98		



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(8) Other information	As at March 31, 2025	As at March 31, 2024
Particulars	Amount	Amount
(i) Gross Non-Performing Assets	-	-
(a) Related parties	-	-
(b) Other than related parties	-	-
(ii) Net Non-Performing Assets	-	-
(a) Related parties	-	-
(b) Other than related parties	-	-
(iii) Assets acquired in satisfaction of debt	-	-

Capital

Particulars	As at March 31, 2025	As at March 31, 2024
i) CRAR (%)	26.26%	18.05%
ii) CRAR - Tier I Capital (%)	18.08%	12.20%
iii) CRAR - Tier II Capital (%)	8.18%	5.85%
iv) Amount of subordinated debt raised as Tier-II capital	6,700.40	24,070.50
v) Amount raised by issue of Perpetual Debt Instruments	-	-

Investments

	As at March 31, 2025	As at March 31, 2024
(1) Value of Investments		
(i) Gross Value of Investments		
(a) In India	6,17,197.03	4,13,612.63
(b) Outside India,	6,17,197.03	4,13,612.63
(ii) Provisions for Depreciation	-	-
(a) In India	-	-
(b) Outside India,	-	-
(iii) Net Value of Investments		
(a) In India	6,17,197.03	4,13,612.63
(b) Outside India,	6,17,197.03	4,13,612.63
(2) Movement of provisions held towards depreciation on investments.		
(i) Opening balance	-	-
(ii) Add : Provisions made during the year	-	-
(iii) Add : On account of merger	-	-
(iv) Less : Write-off / write-back of excess provisions during the	-	-
(v) Closing balance	-	-

Derivatives

- i) There were no Forward Rate Agreements entered into by the company during the current & previous year.
ii) There are no outstanding Interest Rate Swaps contracts as on year ended March 31, 2025.
iii) There were no Exchange Traded Interest Rate (IR) Derivatives entered into by the company during the current & previous year.

Securitisation

- i) There were no SPV sponsored by NBFC for securitisation transactions during the current and previous year.
ii) There were no transactions carried out for sale of financial assets to securitisation/reconstruction company for asset reconstruction during the current and previous year
iii) There were no assignment transactions undertaken by NBFC for current or previous year.
iv) There are no overseas assets (joint ventures or subsidiaries) abroad
v) Transactions for Non-performing financial assets purchased/sold during the current and previous years.

Purchase/Sale of Non-performing financial Assets

Particulars	Amount
No. of Accounts purchased /sold	-
Aggregate outstanding	-
Aggregate consideration received	-



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Exposures

i) Real estate exposures undertaken by the company are as under

Category		As at March 31, 2025	As at March 31, 2024
a)	Direct Exposure		
(i)	Residential Mortgages - Lending fully secured by mortgages on residential property that is or will be occupied by the borrower or that is rented	-	-
(ii)	Commercial Real Estate - Lending secured by mortgages on commercial real estates (office buildings, retail space, multi-purpose commercial premises, multi-family residential buildings, multi-tenanted commercial premises, industrial or warehouse space, hotels, land acquisition, development and construction, etc.)	-	-
(iii)	Investments in Mortgage Backed Securities (MBS) and other securitised exposures - i. Residential ii. Commercial real estate	- -	- -
b)	Indirect Exposure		
(i)	Fund based and non-fund-based exposures on National Housing Bank and Housing Finance Companies	1,395.36	23.72
Total Exposure to Real Estate Sector		1,395.36	23.72

ii) Capital Markets exposures undertaken by the company are as under

Sr.	Particulars	As at March 31, 2025	As at March 31, 2024
(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;	62,500.69	49,525.48
(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;	-	-
(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;	-	-
(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;	-	-
(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)	All exposures to Venture Capital Funds (both registered and unregistered)	-	-
(ix)	Financing to stockbrokers for margin trading	1,165.58	1,092.65
(x)	All exposures to Alternative Investment Funds		
	(i) Category I	-	-
	(ii) Category II	135.94	-
	(iii) Category III	2,294.75	-
Total Exposure to Capital markets		66,096.96	50,618.13

iii) Sectoral exposure

The Company does not have any Sectoral exposure (including off balance sheet items), in the nature of loans as at March 31, 2025 and March 31, 2024

iv) Intra Group exposure

The Company does not have any Intra Group exposures

v) Unhedged Foreign Currency exposure

The Company does not have any Unhedged foreign currency exposure

(vi) Details of Single Borrower Limits (SGL) / Group Borrower Limits (GBL)

The NBFC has not exceeded the prescribed limits as per the RBI/2021-22/112 DOR.CRE.REC.No.60/93.10.001/2021-22.



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(vii) Maturity pattern of Assets & Liabilities

(Amount in lakhs)

Sl.	Particulars	Deposits	Advances	Investments	Borrowings	Foreign Currency Assets	Foreign Currency Liabilities
1	1 to 7 days	-	-	4,85,140.85	-	-	-
2	8 to 14 days	-	-	-	33,083.41	-	-
3	15 to 30/31 days	-	-	92,227.98	-	-	-
4	Over 1 month upto 2 months	-	185.00	-	-	-	-
5	Over 2 months upto 3 months	872.95	-	-	27,789.00	-	-
6	Over 3 months upto 6 months	-	-	-	10,266.00	-	-
7	Over 6 months upto 1 Year	-	-	-	35,317.40	-	-
8	Over 1 Year upto 2 Years	-	-	39,700.49	1,14,904.26	-	-
9	Over 2 Years upto 5 Years	-	-	-	2,68,799.10	-	-
10	Over 5 Years	-	-	-	50,663.19	-	-
	Total	872.95	185.00	6,17,069.32	5,40,822.36	-	-

Miscellaneous

i) Details of penalties and strictures

There are no penalties or strictures imposed on the Company by Reserve Bank of India or any other Statutory Authority.

(ii) Related Party Disclosure

All material transactions with related party are covered in Note 32

iii) Rating assigned by Credit Rating Agencies

Instrument	Rating Agency	Rating as on March 31, 2025	Rating as on March 31, 2024
Market Linked Debentures	Acuite Ratings and Research Limited	BBB+	BBB-
Market Linked Debentures	Care Ratings Limited	BBB+	BBB
Subordinated Debt	Acuite Ratings and Research Limited	BBB+	BBB-

(iv) Remuneration to Directors

No remuneration has been paid to Non executive Directors of the company

Additional Disclosures

i) Provisions and Contingencies

Break-up of 'Provisions and Contingencies' shown under the head Expenditure in Profit & Loss Account	As at March 31, 2025	As at March 31, 2024
Provisions for depreciation on Investment	-	-
Provision towards NPA	-	-
Provision made towards Income Tax	4,118.96	4,616.04
Other Provision and Contingencies (Provision for gratuity and leave benefits)	9.56	3.82
Provision for Standard Assets	81.12	28.20

ii) Disclosure of Complaints

There are no customer complaints received by the NBFC for FY 24-25

iii) Concentration of Deposits, Advances, Exposures and NPAs

a) Concentration of Deposits: Not Applicable

b) Concentration of Advances

Particulars	Amount
Total Advances to ten largest borrowers	-
Percentage of Advances to ten largest borrowers to Total Advances of the NBFC	-



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c) Concentration of Exposure

Particulars	Amount
Total exposure to ten largest borrowers	-
Percentage of exposure to ten largest borrowers to Total exposures of the NBFC	-

iv) Breach on Covenants

There were no instances of default or breaches of covenant in respect of debt securities issued during the financial years ended March 31, 2025 and March 31, 2024.

v) Divergence In Asset Classification And Provisioning

The RBI has neither assessed any additional provisioning requirements in excess of 5% of the reported profits before tax and impairment loss on financial instruments for the financial year ended March 31, 2024, nor identified any additional Gross NPAs in excess of 5%.

vi) Discontinued Operations

The Company had no discontinuing operations during the financial years ended March 31, 2025 and March 31, 2024.

vii) Whistle Blower Complaints

There were no whistle blower complaints received by the Company during the financial years ended March 31, 2025 and March 31, 2024.

viii) Benami Property

No proceedings have been initiated during the year or pending against the Company for holding any Benami property under the Benami Transactions (Prohibition) Act, 1988 (45 of 1988) as amended in 2016 and rules made thereunder; in the financial years ended March 31, 2025 and March 31, 2024.

ix) Crypto Currency Or Virtual Currency

The Company has not traded or invested in crypto currency or virtual currency during the financial years ended March 31, 2025 and March 31, 2024.

x) Wilful Defaulter

The Company has not been declared as a wilful defaulter by any bank or financial institution or other lender in the financial years ended March 31, 2025 and March 31, 2024.

xi) Loans to directors, senior officers and relatives of directors

Pursuant to Master Direction - RBI/DoR/2023-24/106 DoR.FIN.REC.No.45/03.10.119/2023-24 on Disclosure requirements under Scale Based Regulation for NBFCs dated October 19, 2023 as amended, no loans have been advanced to any directors, senior officers or relatives of directors for the year ended March 31, 2025.

xii) Events after reporting date

There has been no events occurring after reporting date.

xiii) Undisclosed income

There are no transactions that are not recorded in the books of accounts for the financial years ended March 31, 2025 and March 31, 2024.

Disclosure on liquidity risk

As required in terms of paragraph 3 of RBI Circular RBJ/2019-20/88 DOR.NBFC (PD) CC. No.102/03.10.001/2019-20

i) Funding Concentration based on significant counterparty (both deposits and borrowings)

Particulars	March 31, 2025
Number of significant counterparties*	20.00
Amount of borrowings from significant counterparties	2,40,937.32
% of Total deposits	NA
% of Total liabilities**	38.93%

* "Significant counterparty" is defined as a single counterparty or group of connected or affiliated counterparties accounting in aggregate for more than 1% of the NBFC-NDSI'

***"Total liabilities "refers to the aggregate of financial liabilities and non-financial liabilities.

ii) Top 20 large deposits

The Company being a Systemically Important Non-Deposit taking Non-Banking Financial Company registered with Reserve Bank of India does not accept public deposits.

iii) Top 10 Borrowings

Particulars	March 31, 2025
Amount of Borrowings from top 10 lenders	1,90,036.82
% of Total Borrowings	44.35%



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iv) Funding Concentration based on significant instrument/product

Particulars	March 31, 2025
Debentures	
Non Convertible Debentures (Market Linked Debentures)	4,04,447.12
Non Convertible Debentures (Subordinated Debt)	30,770.54

v) Stock Ratios: Not Applicable

vi) Institutional set up for liquidity risk management

The Board of Directors of the Company has constituted the Asset Liability Management Committee and the Risk Management Committee.

The Asset Liability Management Committee, monitors inter alia

- a. Liquidity position of the company;
- b. Approve major decisions affecting Company's risk profile or exposure (product pricing, desired maturity profile and mix of the incremental assets and liabilities, prevailing interest rates offered by other peer NBFCs for the similar services/product, etc.);
- c. Consider any Credit rating updates for the company
- d. Consider borrowings and future funding plans of the company
- e. Consider Statement of short-term dynamic liquidity to be filed to RBI
- f. Ensure compliance of LRM Framework
- g. Review Stress Testing reports of the Company and ensure compliance with settled risk appetite
- h. Review the results of and progress in implementation of the decisions in its previous meetings
- i. Articulate the current interest rate review and formulate future business strategy on this view
- j. Decide in consonance with the credit department on source and mix of liabilities or sale of assets for giving out loans Towards this end, it shall develop a view on future direction of interest rate movements and decide on funding mixes between fixed versus floating rate funds, money market versus capital market funding, etc
- k. The proportion of the long-term and short term resources (i.e. in connection with the resources planning policy) for Company shall be fixed from time to time based on business plans for each year
- l. Frame a policy in the name of the LRM Policy, including Asset Liability Management



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The Risk Management Committee monitors, inter alia,

- a. To lay down procedures regarding managing and mitigating the risk through Integrated Risk Management Systems, Strategies and Mechanisms
- b. To deal with issues relating to credit policies and procedure and manage the credit risk, operational risk, management of policies and process
- c. Identifying, measuring and monitoring the various risk faced by the Company, assist in developing the Policies and verifying the Models that are used for risk measurement from time to time
- d. To monitor the progress made in putting in place a progressive risk management system and risk management policy and strategy followed by the NBFC
- e. Promoting an enterprise risk management competence throughout the organisation, including facilitating development of IT-related enterprise risk management expertise
- f. Establishing a common risk management language that includes measures around likelihood and impact and risk categories
- g. To evaluate and oversee the liquidity risk of the Company
- h. To ensure that appropriate methodology, processes and systems are in place to identify, monitor, control, mitigate and evaluate risks associated with the business of the Company and functioning of the Company
- i. To have oversight over implementation of risk Management Policy, including evaluating the adequacy of risk management systems and other policies including Anti Money Laundering and KYC (Know your Customer)
- j. To periodically review the risk management policy, at least once in two years, including by considering the changing industry dynamics and evolving complexity
- k. To keep the board of directors informed about the nature and content of its discussions, recommendations and actions to be taken.
- l. The appointment, removal and terms of remuneration of the Chief Risk Officer (if any) shall be subject to review by the Risk Management Committee
- m. To institute effective governance mechanism and risk management process for all outsourced operations/activities
- n. To review and approve the activities pertaining to the Outsourcing activities as required under RBI regulations including review of financial and operational condition of the service provider to assess its ability to meet its obligations on an annual basis



Note 37: Liquidity Coverage Ratio

(Amount in lakhs)

Disclosure as per the Master Direction RBI/DoR/2023-24/106 DoR.FIN.REC.No.45/03.10.119/2023-24 on Disclosure requirements under Scale Based Regulation for NBFCs dated October 19, 2023 as amended

Particulars	As at March 31, 2025		As at December 31, 2024		As at September 30, 2024		As at June 30, 2024	
	Total Unweighted value (average)*	Total Weighted value (average)#	Total Unweighted value (average)*	Total Weighted value (average)#	Total Unweighted value (average)*	Total Weighted value (average)#	Total Unweighted value (average)*	Total Weighted value (average)#
High Quality Liquid Assets								
1 Total High Quality Liquid Assets (HQLA) @	6,14,021.18	2,39,529.90	6,51,748.19	77,395.64	6,44,347.47	68,178.76	5,54,943.23	73,650.01
Cash Outflows								
2 Deposits (for deposit taking companies)								
3 Unsecured wholesale funding								
4 Secured wholesale funding								
5 Additional requirements, of which								
(i) Outflows related to derivative exposures and other collateral requirements	61,526.48	70,755.45	34,451.02	39,618.67	17,836.27	20,511.71	15,156.59	17,430.07
(ii) Outflows related to loss of funding on debt products								
(iii) Credit and liquidity facilities								
6 Other contractual funding obligations								
7 Other contingent funding obligations								
8 TOTAL CASH OUTFLOWS	61,526.48	70,755.45	34,451.02	39,618.67	17,836.27	20,511.71	15,156.59	17,430.07
Cash Inflows								
9 Secured lending								
10 Inflows from fully performing exposures								
11 Other cash inflows	36,173.08	27,129.81	17,600.00	13,200.00	-	-	-	-
12 TOTAL CASH INFLOWS	36,173.08	27,129.81	17,600.00	13,200.00	-	-	-	-
		Total adjusted Value		Total adjusted Value		Total adjusted Value		Total adjusted Value
13 TOTAL HQLA		2,39,529.90		77,395.64		68,178.76		73,650.01
14 TOTAL NET CASH OUTFLOWS		43,625.64		26,418.67		20,511.71		17,430.07
15 LIQUIDITY COVERAGE RATIO (%)		549.06%		293.0%		332.39%		422.55%



Note 37: Liquidity Coverage Ratio

(Amount in lakhs)

Particulars	As at March 31, 2025		As at December 31, 2024		As at September 30, 2024		As at June 30, 2024	
	Total Unweighted value (average)*	Total Weighted value (average)#	Total Unweighted value (average)*	Total Weighted value (average)#	Total Unweighted value (average)*	Total Weighted value (average)#	Total Unweighted value (average)*	Total Weighted value (average)#
Components of HQLA								
1 Assets considered for HQLA without any haircut	2,29,843.38	2,29,843.38	56,503.96	56,503.96	54,023.01	54,023.01	60,106.40	60,106.40
2 Assets considered for HQLA with a minimum haircut of 15%	8,206.37	6,975.41	24,578.44	20,891.68	16,653.83	14,155.75	15,933.65	13,543.60
3 Assets considered for HQLA with a minimum haircut of 50%	5,422.21	2,711.11						
4 Approved securities held as per the provisions of section 45-IB of the RBI Act								
Total	2,43,471.96	2,39,529.90	81,082.40	77,395.64	70,676.83	68,178.76	76,040.05	73,650.01

* Unweighted values calculated as outstanding balances maturing or callable within 30 days (for inflows and outflows).

Weighted values calculated after the application of respective haircuts (for HQLA) and stress factors on inflow and outflow.

Classification of inflows and outflows for determining the run off factors is based on the same estimates and assumptions as used by the Company for compiling the return submitted to the RBI, which has been relied upon by the auditors.



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Notes to Financial Statement for the year ended March 31, 2025

Note 38

There are no transactions / Balances / Investment with Strike off companies. Also no equity shares of the company are held by strike off companies.

Note 39

Previous period figures have been restated for prior period adjustments and regrouped / reclassified wherever necessary , to make them comparable with current period figures.

The accompanying notes attached form an integral part of these Financial Statements

For KKC & Associates LLP

Chartered Accountants

Firm's Registration No.: 105146W/W100621



Devang Doshi

Partner

Membership No. : 140056

Chennai

Date: April 21, 2025



For and on behalf of the Board of Directors of

Alpha Alternatives Financial Services Private Limited

(formerly known as "Provincial Finance and Leasing Co Private Limited")



Naresh Kothari

Director

DIN : 00012523

Mumbai

Date: April 21, 2025



Jay Pateja

Chief Financial Officer

Mumbai

Date: April 21, 2025



Shreyans Mehta

Director

DIN : 06756771

Mumbai

Date: April 21, 2025



Sundaram Goswami

Company Secretary

Membership No : A74712

Mumbai

Date: April 21, 2025