

March 03, 2025

To
National Stock Exchange of India Limited
Exchange Plaza, C-1, Block G,
Bandra Kurla Complex, Bandra (East)
Mumbai - 400051
Scrip code: CREDITACC

Dear Sir/Madam,

Sub.: Clarification on Financial results

Ref.: Email dated February 27, 2025

With reference to the query relating to Financial results submitted is not as per format prescribed by SEBI - Standalone and Consolidated Figures are same, we would like to confirm the following:

CreditAccess Grameen Limited ("CAGL") has one wholly own subsidiary "CreditAccess India Foundation" ("CAIF") which is a Section 8 company with primary objective of implementing Corporate Social Responsibility ('CSR') activities.

Why Profit and loss is same in Standalone and Consolidated financial statements("CFS")?

In Standalone financials, the expenses for CSR are recognised as required by section 135 of Companies act 2013 on accrual basis unless the actual expenses incurred is higher.

While preparing Consolidated financial statements,

- The donation given by CAGL to CAIF, being wholly owned subsidiary gets offset against the donation received by the CAIF.
- Actual expenses incurred by CAIF become part of the CSR expenses of the Group/Consolidated financial statements. The shortfall (vs Amount determined as per Section 135 of Companies Act), if any would be accrued expenses.

Hence, there is no difference between CSR expenses and thereby in statement of profit and loss as per standalone and Consolidated financial statements.

Why Balance sheet is different in Standalone and Consolidated financial statements("CFS")?

Preparation of Consolidated Financial Statements involves line by line addition of assets and liabilities of CreditAccess India foundation ("like Cash and Bank Balances, Trade and other payable, Financial and non-financials assets) with CAGL assets and liabilities. Hence, Standalone and Consolidated Balance Sheet will not be same.

Please do let us know if you require any further information or clarification in this regard.

Thanking you,

Yours' Truly
For CreditAccess Grameen Limited

M. J. Mahadev Prakash
Company Secretary & Chief Compliance Officer