

**December 28, 2023**

<b>National Stock Exchange of India Limited</b> Exchange Plaza, C-1, Block-G, Bandra Kurla Complex, Bandra (E), Mumbai - 400051  <b>NSE Symbol: CSLFINANCE</b>	<b>BSE Limited</b> Corporate Relationship Department Phiroze, Jeejeebhoy Towers Dalal Street, Mumbai-400001  <b>BSE Scrip Code: 530067</b>
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Dear Sir/Ma'am,

**Sub: RBI Circular bearing No. RBI/2023-24/90DOR.STR.REC.58/21.04.048/2023-24 dated December 19th, 2023, on "Investments in Alternative Investment Funds (AIFs)"**

We have been receiving multiple queries from investors and lenders of CSL Finance Limited on the impact of Reserve Bank of India circular dated December 19, 2023 w.r.t "Investments in Alternative Investment Funds."

Enclosed is the Clarification Letter on the same. Kindly take the above for your records and disseminate to investors at large.

Thanking you,

Yours Faithfully,  
For **CSL Finance Limited****Ashok Kumar Kathuria**  
(Director)  
DIN:01010305**Encl: a/a**

**Clarification:**

**RBI Circular bearing No. RBI/2023-24/90DOR.STR.REC.58/21.04.048/2023-24 dated December 19th, 2023, on “Investments in Alternative Investment Funds (AIFs)”**

This is with reference to the circular dated 19th December 2023 issued by the Reserve Bank of India with respect to Investment in Alternative Investment Funds (AIFs).

We would like to inform you that the debt-equity and the capital adequacy of the Company as of September 30th, 2023 were 0.96x and 51.03% respectively. CSL Finance Limited (CSLFL) is lending to small and mid-sized companies since 2016. The company is operating through its branches across seven states namely Delhi NCR, Gujarat, Uttarakhand, Haryana, Rajasthan, Uttar Pradesh, and Punjab.

**Investment in Alternative Investment Funds**

CSLFL is not making any investments in Alternative Investment Funds (AIFs) as part of its regular investment operations. Thus, as per the circular, the Company does not have any exposure to AIFs which has downstream investments either directly or indirectly in a debtor company.

CSLFL is making investments in Liquid Funds (Mutual Funds) and Bank FDRs for its excess liquidity and as part of its regular investment operations.

**About CSL Finance Limited:**

CSL Finance Limited is a Non-Banking Finance Company registered with the Reserve Bank of India and listed on the NSE and BSE. The Company is a one-stop destination for Small and Medium-Sized Enterprises (SMEs) and real estate and non-real estate corporates to avail a variety of secured loan products. CSL's experienced and dynamic team aims to fulfil every entrepreneur's dreams by bridging the gap between their dreams and their financial needs to grow their business.