

**Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Consolidated Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

**Review Report to  
The Board of Directors  
One 97 Communications Limited  
One Skymark, Tower -D, Plot No. H-10B  
Sector-98, Noida – 201304, Uttar Pradesh**

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of One 97 Communications Limited (the "Holding Company") and its subsidiaries (the Holding Company and its subsidiaries together referred to as "the Group"), its associates and joint ventures for the quarter ended June 30, 2024 and year to date from April 1, 2024 to June 30, 2024 (the "Statement") attached herewith, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The Holding Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Holding Company's Board of Directors. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the Master Circular issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, to the extent applicable.

4. The Statement includes the results of the entities listed in Annexure A.
5. Based on our review conducted and procedures performed as stated in paragraph 3 above and based on the consideration of the review reports of other auditors referred to in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. Emphasis of Matter

We draw attention to Note 9 to the Financial Results which describes that the Company's subsidiary application for authorization to set up Payment System, to the Department of Payment and Settlement Systems, Reserve Bank of India ("RBI"), is in process due to the reasons stated in the said note. Accordingly, no adjustment has been made by the management in these Unaudited consolidated financial results. Our opinion is not modified in respect of this matter.



# **S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

7. The accompanying Statement includes the unaudited interim financial results and other financial information, in respect of:
- Five subsidiaries, whose unaudited interim financial results include total revenues of Rs 703 million, total net loss after tax of Rs. 6 million, total comprehensive loss of Rs. 756 million, for the quarter ended June 30, 2024, and the period ended on that date respectively, as considered in the Statement which have been reviewed by their respective independent auditors.

The independent auditor's reports on interim financial results of these entities have been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures in respect of these subsidiaries is based solely on the report of such auditors and procedures performed by us as stated in paragraph 3 above.

8. The accompanying Statement includes unaudited interim financial results and other unaudited financial information in respect of:
- Twelve subsidiaries, whose interim financial results and other financial information reflect total revenues of Rs 50 million, total net loss after tax of Rs. 25 million, total comprehensive loss of Rs. 26 million, for the quarter ended June 30, 2024 and the period ended on that date respectively
  - Ten associates and two joint ventures, whose interim financial results includes the Group's share of net loss of Rs. 10 million and Group's share of total comprehensive loss of Rs. 10 million for the quarter ended June 30, 2024 and for the period ended on that date respectively.

The unaudited interim financial results and other unaudited financial information of the these subsidiaries, joint ventures, and associates have not been reviewed by their auditors and have been approved and furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the affairs of these subsidiaries, joint ventures and associates, is based solely on such unaudited interim financial results and other unaudited financial information. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group.

Our conclusion on the Statement in respect of matters stated in para 7 and 8 above is not modified with respect to our reliance on the work done and the reports of the other auditors and the financial results/financial information certified by the Management.

9. The comparative Ind AS financial information of the Group, its associates and joint ventures for the corresponding quarter, included in these consolidated Ind AS financial results, were reviewed by the predecessor auditor who expressed an unmodified opinion on those consolidated financial information vide their report dated July 21, 2023.

**For S.R. Batliboi & Associates LLP**

Chartered Accountants

ICAI Firm registration number: 101049W/E300004



per **Yogender Seth**  
Partner  
Membership No.: 094524  
UDIN: 24094524BKFOUE8726

Place : Gurugram  
Date : July 19, 2024

## List of Entities

### **I. Subsidiaries (Direct)**

1. One97 Communications India Limited
2. Wasteland Entertainment Private Limited
3. Mobiquest Mobile Technologies Private Limited ('MQ')
4. Urja Money Private Limited ('Urja')
5. Little Internet Private Limited ('Little')
6. Paytm Entertainment Limited
7. Paytm Money Limited
8. Orbgen Technologies Private Limited
9. Paytm Services Private Limited
10. Paytm Payments Services Limited
11. Paytm Insurance Broking Private Limited
12. One97 Communications Nigeria Limited
13. One97 Communications FZ-LLC
14. One97 Communications Singapore Private Limited ('OCSPL')
15. One97 USA Inc.

### **II. Subsidiaries (Indirect)**

1. One97 Communications Rwanda Private Limited (subsidiary of OCSPL)
2. One97 Communications Tanzania Private Limited (subsidiary of OCSPL)
3. One97 Communications Bangladesh Private Limited (subsidiary of OCSPL)
4. One97 Uganda Limited (subsidiary of OCSPL)
5. One97 Ivory Coast SA (subsidiary of OCSPL)
6. One97 Benin SA (subsidiary of OCSPL)
7. Paytm Labs Inc. (subsidiary of OCSPL)
8. One97 Communications Malaysia Sdn. Bhd. (subsidiary of OCSPL)
9. One Nine Seven Communication Nepal Private Limited (subsidiary of OCSPL)
10. One Nine Seven Digital Solutions Limited (subsidiary of OCSPL)
11. One Nine Seven Communications Saudi Arabia For Communication and Information Technology (subsidiary of OCSPL)
12. Xceed IT Solution Private Limited (subsidiary of MQ)
13. Nearbuy India Private Limited (subsidiary of Little)
14. Fincollect Services Private Limited (subsidiary of Urja)

### **III. Associates (Direct)**

1. Paytm Payments Bank Limited
2. Paytm Insuretech Private Limited (Formerly known as QoRQL Private Limited)
3. Paytm General Insurance Limited
4. Paytm Life Insurance Limited
5. Paytm Financial Services Limited ('PFSL')
6. Infinity Transoft Solution Private Limited
7. Eatgood Technologies Private Limited
8. Socomo Technologies Private Limited

### **IV. Associates (Indirect)**

1. Foster Payment Networks Private Limited (subsidiary of PFSL)
2. Admirable Software Limited (subsidiary of PFSL)

### **V. Joint Ventures of Paytm Entertainment limited (Indirect)**

1. First Games Technology Private Limited (Formerly known as Paytm First Games Private Limited) ('FG')
2. First Games Singapore Pte. Ltd. (formerly known as Paytm First Games Singapore Pte. Ltd.) (wholly owned subsidiary of FG)
3. Bluefield Technology Beijing Co. Ltd. (formerly known as Paytm Technology Beijing Co. Ltd.) (wholly owned subsidiary of FG)



Statement of Unaudited Consolidated Financial Results for the quarter ended June 30, 2024

(Amounts in INR Million unless otherwise stated)

Particulars	Quarter Ended		Year Ended	
	June 30, 2024	March 31, 2024	June 30, 2023	March 31, 2024
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
		Refer note 2		
<b>Income</b>				
Revenue from operations	15,016	22,671	23,416	99,778
Other income	1,375	1,317	1,226	5,469
<b>Total income</b>	<b>16,391</b>	<b>23,988</b>	<b>24,642</b>	<b>105,247</b>
<b>Expenses</b>				
Payment processing charges	5,171	7,148	7,666	32,804
Marketing and promotional expenses	2,214	1,287	2,653	9,220
Employee benefits expense#	9,525	11,044	11,061	45,892
Software, cloud and data centre expenses	1,824	1,623	1,550	6,430
Depreciation and amortization expense	1,784	1,956	1,591	7,357
Finance costs	42	52	67	243
Other expenses	4,204	3,804	3,413	14,500
<b>Total expenses</b>	<b>24,764</b>	<b>26,914</b>	<b>28,001</b>	<b>116,446</b>
<b>Loss before share of loss of associates / joint ventures, exceptional items and tax</b>	<b>(8,373)</b>	<b>(2,926)</b>	<b>(3,359)</b>	<b>(11,199)</b>
Share of loss of associates / joint ventures	(13)	(167)	(181)	(377)
Loss on impairment of an associate (refer note 7)	-	(2,271)	-	(2,271)
<b>Loss before exceptional items and tax</b>	<b>(8,386)</b>	<b>(5,364)</b>	<b>(3,540)</b>	<b>(13,847)</b>
Exceptional items (refer note 4)	-	-	-	(57)
<b>Loss before tax</b>	<b>(8,386)</b>	<b>(5,364)</b>	<b>(3,540)</b>	<b>(13,904)</b>
<b>Income Tax expense</b>				
Current tax	8	165	56	358
Adjustment of tax relating to earlier periods	-	(8)	-	(8)
Deferred tax credit	7	(16)	(12)	(30)
<b>Total Tax expense</b>	<b>15</b>	<b>141</b>	<b>44</b>	<b>320</b>
<b>Loss for the period / year</b>	<b>(8,401)</b>	<b>(5,505)</b>	<b>(3,584)</b>	<b>(14,224)</b>
<b>Other comprehensive income/(loss)</b>				
<b>Items that will not be reclassified to profit or loss in subsequent period / year</b>				
Re-measurement gain/(loss) on defined benefit plans	135	*	(66)	(100)
Changes in fair value of equity instruments at FVTOCI (refer note 6)	(754)	2,457	(748)	1,849
Share of other comprehensive income of associates / joint ventures	*	(30)	(6)	(35)
Income tax relating to re-measurement gain/(loss) on defined benefit plans	(1)	2	-	3
<b>Items that may be reclassified to profit or loss in subsequent period / year</b>				
Exchange differences on translation of foreign operations	(52)	(146)	(128)	179
<b>Total other comprehensive income/ (loss) for the period / year</b>	<b>(672)</b>	<b>2,283</b>	<b>(948)</b>	<b>1,896</b>
<b>Total comprehensive loss for the period / year</b>	<b>(9,073)</b>	<b>(3,222)</b>	<b>(4,532)</b>	<b>(12,328)</b>
<b>Loss for the period / year</b>				
Attributable to:				
Owners of the parent	(8,389)	(5,496)	(3,570)	(14,170)
Non-controlling interests	(12)	(9)	(14)	(54)
	<b>(8,401)</b>	<b>(5,505)</b>	<b>(3,584)</b>	<b>(14,224)</b>
<b>Other comprehensive income/(loss) for the period / year</b>				
Attributable to:				
Owners of the parent	(672)	2,283	(948)	1,897
Non-controlling interests	*	*	*	(1)
	<b>(672)</b>	<b>2,283</b>	<b>(948)</b>	<b>1,896</b>
<b>Total comprehensive loss for the period / year</b>				
Attributable to:				
Owners of the parent	(9,061)	(3,213)	(4,518)	(12,274)
Non-controlling interests	(12)	(9)	(14)	(54)
	<b>(9,073)</b>	<b>(3,222)</b>	<b>(4,532)</b>	<b>(12,328)</b>
<b>Paid up equity share capital</b>	636	636	634	636
Face value of the share (INR)	1	1	1	1
<b>Other equity</b>				132,630
<b>Earnings per share (not annualised for quarters)</b>				
Basic	(13)	(9)	(6)	(22)
Diluted	(13)	(9)	(6)	(22)
#includes Share based payment expenses	2,468	3,260	3,767	14,658

See accompanying notes to the Unaudited Consolidated Financial Results

\*Amount below rounding off norms adopted by the Group

S.R. Bhatnagar & Associates LLP, Gurgaon

for Identification

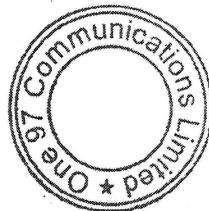


One 97 Communications Limited  
Notes to the Unaudited Consolidated Financial Results

1. The Statement of Unaudited Consolidated Financial Results has been prepared in accordance with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 (the "Act") and other accounting principles generally accepted in India and presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, ('Listing Regulations'). The Statement of Unaudited Consolidated Financial Results of the Company and its subsidiaries (collectively "the Group") and its interest in associates and joint ventures have been reviewed by the Audit Committee and approved by the Board of Directors of the Company in their respective meetings held on July 19, 2024. The Statutory Auditors of the Company have carried out Limited Review of the aforesaid results.
2. The Statement includes the results for the quarter ended March 31, 2024, being the balancing figure between audited figures in respect of the full financial year 2023-24 and the published unaudited year to date figures up to the third quarter of the financial year 2023-24 which were subject to limited review.
3. The Group is engaged in different business units, including payment and financial services, commerce and cloud services and the Board of Directors (Chief Operating Decision Maker "CODM") reviews the information at the revenue level and does not allocate operating costs and expenses, assets and liabilities across business units, as the CODM does not use such information to allocate resources or evaluate the performance of the business units. Allocation of resources and assessment of financial performance is done at the consolidated level. The way the CODM reviews the performance, management of the Group has concluded that the Group constitutes a single segment as per Ind AS 108 'Operating Segments'. Hence, no separate disclosure is required for segments.
4. Exceptional item for the year ended March 31, 2024 represents amounts provided for due to voluntary insolvency proceeding admitted for one of Company's customer.

**S.R. Batliboi & Associates LLP, Gurgaon**

**for Identification**



One 97 Communications Limited  
Notes to the Unaudited Consolidated Financial Results

5. Details of utilisation of net IPO Proceeds of INR 81,194 million, are as follows:

(Amount in INR million)

S. No	Objects of the issue	Amount as proposed in Offer Document	Amount Utilised up to June 30, 2024	Amount Un-utilised as on June 30, 2024
1	Growing and strengthening our Paytm ecosystem, including through acquisition and retention of consumers and merchants and providing them with greater access to technology and financial services	43,000		-
	i) Marketing and promotional expenses		7,615	
	ii) Expanding our merchant base and deepening our partnership with our merchants		17,217	
	iii) Strengthening and expanding our technology powered payments platform		18,168	
	<b>Total (A)</b>	<b>43,000</b>	<b>43,000</b>	<b>-</b>
2	Investing in new business initiatives, acquisitions and strategic partnerships	20,000		20,000
	i) Investments in new business initiatives			
	a) Payment Services		-	
	b) Commerce and cloud services		-	
	c) Financial Services		-	
	ii) Investments in acquisitions and strategic partnerships	-		
	<b>Total (B)</b>	<b>20,000</b>	<b>-</b>	<b>20,000</b>
3	General corporate purposes	18,194	18,194	-
	<b>Total (C)</b>	<b>18,194</b>	<b>18,194</b>	<b>-</b>
	<b>Total (A+B+C)</b>	<b>81,194*</b>	<b>61,194</b>	<b>20,000</b>

\*During the quarter ended June 30, 2023, un-utilised IPO issue expenses of INR 60 million have been transferred to net IPO proceeds, thereby increasing it from INR 81,134 million to INR 81,194 million and earmarked for general corporate purposes in accordance with the Objects of the Offer.

Net IPO proceeds which were un-utilised as at June 30, 2024 were temporarily invested in fixed deposits, certificate of deposit with scheduled commercial banks and in monitoring agency account.

6. Changes in fair value of equity instruments at FVTOCI represents the fair value gain and related foreign exchange component on investments in stock acquisition rights of PayPay Corporation which are held by a subsidiary company.

S.R. Battiboi & Associates LLP, Gurgaon

for Identification



One 97 Communications Limited  
Notes to the Unaudited Consolidated Financial Results

7. On January 31, 2024, the RBI issued a Press Release for action against Paytm Payments Bank Ltd ('PPBL'), a 49% associate of the Company, under Section 35A of the Banking Regulation Act, 1949, effectively restricting PPBL's normal business, permitting only withdrawal of the existing customer balances.

Pursuant to the RBI's actions as stated above, the Company had terminated its Nodal Accounts being maintained with PPBL. Subsequently, the Company had discontinued all major business activities it had with PPBL. Further, the Company had also made amendment to the shareholders agreement with PPBL by simplifying the terms therein and had also withdrawn its nominee director from the board of PPBL.

The business of PPBL had been significantly impacted by the RBI action described above. As at March 31, 2024, the Company had investments in PPBL amounting to INR 2,271 million after considering its share of loss of INR 276 million and share of other comprehensive gain of INR 31 million, for the year ended March 31, 2024, on the basis of unaudited financial information.

We understand that there are certain factors affecting ongoing operations of PPBL, including restrictions which affect normal operations of the primary products such as wallet and banking services etc as per regulatory action on Jan 31, 2024, as well as ongoing uncertainty on the timing and nature of restoration of any of the impacted services.

As at March 31, 2024, considering the future uncertainties associated on the business operations of PPBL as mentioned above, including the uncertainty of any other regulatory developments, the scaled down business operations of PPBL, restrictions affecting normal operations of the primary products such as saving accounts, current accounts, wallet, as well as non-availability of audited financial information from PPBL, the management, on a prudent basis, determined that the value of the Company's investment in PPBL is impaired and, accordingly, recorded an impairment provision of INR 2,271 million, representing the carrying value of its investment in PPBL and disclosed the same as Impairment of investment in associate.

8. The Company during year ended March 31, 2022 granted 21,000,000 Employee Stock Options to Managing Director and CEO of the Company which is subject to achievement of specified milestones. During the previous quarter, the Company had received a Show Cause Notice ("SCN") from SEBI related to the above options regarding compliance with SEBI SBEB Regulations. The Company had submitted its preliminary response and is in the process of seeking further information from SEBI in this regard. Based on an independent legal opinion obtained by the management, it believes that the Company is compliant with the relevant regulations. Accordingly, there is no impact on the financial results for the current and previous quarter ended June 30, 2024 and March 31, 2024, respectively.
9. Notes given by the subsidiary in their respective Unaudited Special Purpose Interim Condensed Financial Statements/Information:

Paytm Payments Services Limited:

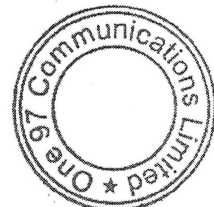
"The Company filed an application for authorization to set up Payment System ('PA application') under sub-section (1) of Section 5 of the Payment and Settlement Systems Act, 2007 with the Department of Payment and Settlement Systems, Reserve Bank of India ("RBI") on January 8, 2021, in response to which, the Company received a letter from the RBI on November 25, 2022. As per the letter, the Company was required to obtain necessary approval for past downward investment from its parent company, One 97 Communications Limited ("OCL"), in compliance with Foreign Direct Investment ("FDI") Guidelines and resubmit the PA application within 120 calendar days. Pursuant to the aforesaid, the Company had applied to the requisite government authorities seeking approval for the past downward investment made by OCL on December 14, 2022, which is still under process.

Further, the Company had received an extension of time from RBI, vide its letter dated March 23, 2023, for resubmission of the application. As per RBI's letter, the Company can continue with the online payment aggregation business (except that the Company cannot onboard new merchants), while it awaits approval from Government of India ('GoI') for past downward investment from OCL into the Company and needs to resubmit the PA application within 15 days of receipt of the approval from GoI and to inform RBI immediately, if any adverse decision is taken by the GoI.

Management has assessed that this does not have a material impact on the financial results and the business and revenues since the communication from RBI is applicable only to onboarding of new merchants. Accordingly, no adjustment has been made in these financial results."

S.R. Bhatnagar & Associates LLP, Gurgaon

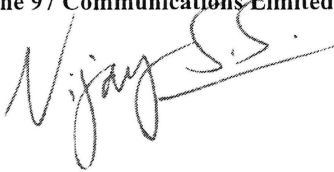
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One 97 Communications Limited  
Notes to the Unaudited Consolidated Financial Results

10. Previous quarter ended June 30, 2023 results have been reviewed by a firm of Chartered Accountants other than S.R. Batliboi & Associates LLP.

For and on behalf of Board of Directors of  
One 97 Communications Limited



**Vijay Shekhar Sharma**  
Chairman, Managing Director and CEO  
Place: Noida  
Date: July 19, 2024



**S.R. Batliboi & Associates LLP, Gurgaon**

**for Identification**



**Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Standalone Financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

**Review Report to  
The Board of Directors  
One 97 Communications Limited  
One Skymark, Tower -D, Plot No. H-10B  
Sector-98, Noida – 201304, Uttar Pradesh**

1. We have reviewed the accompanying statement of unaudited standalone financial results of One 97 Communications Limited (the "Company") for the quarter ended June 30, 2024 and year to date from April 1, 2024 to June 30, 2024 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The Company's Management is responsible for the preparation of the Statement in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations. The Statement has been approved by the Company's Board of Directors. Our responsibility is to express a conclusion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. The comparative Ind AS financial information of the Company for the corresponding quarter and period ended June 30, 2023, included in these standalone Ind AS financial results, were reviewed by the predecessor auditor who expressed an unmodified conclusion on those financial information on July 21, 2023 respectively.

**For S.R. BATLIBOI & ASSOCIATES LLP**

Chartered Accountants

ICAI Firm registration number: 101049W/E300004

**per Yogender Seth**

Partner

Membership No.: 094524

UDIN: 24094524BKFOUD5949

Place : Gurugram

Date : July 19, 2024

One 97 Communications Limited  
CIN: L72200DL2000PLC108985

Registered Office: First Floor, Devika Tower, Nehru Place, New Delhi 110019, India; Tel: +91 11 2628 0280; Website: www.paytm.com  
Corporate Office: Paytm Corporate Office, One Skymark, Tower-D, Plot No. H-10B, Sector-98, Noida 201304, Uttar Pradesh, India, Tel: +91 120 4770770  
E-mail: compliance.officer@paytm.com; Fax: +91 120 4770771

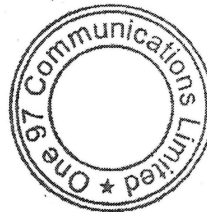
Statement of Unaudited Standalone Financial Results for the quarter ended June 30, 2024

(Amounts in INR Million unless otherwise stated)

Particulars	Quarter Ended			Year Ended
	June 30, 2024	March 31, 2024	June 30, 2023	March 31, 2024
	(Unaudited)	(Audited)	(Unaudited)	(Audited)
		Refer note 2		
<b>Income</b>				
Revenue from operations	11,488	16,980	18,446	76,608
Other income	1,252	1,257	1,274	5,244
<b>Total income</b>	<b>12,740</b>	<b>18,237</b>	<b>19,720</b>	<b>81,852</b>
<b>Expenses</b>				
Payment processing charges	3,218	4,217	4,494	18,801
Marketing and promotional expenses	2,167	1,151	2,347	8,084
Employee benefits expense#	7,984	9,662	9,707	40,301
Software, cloud and data centre expenses	1,470	1,373	1,290	5,660
Depreciation and amortization expense	1,752	1,919	1,558	7,211
Finance costs	40	50	65	233
Other expenses	4,355	3,432	3,567	14,151
<b>Total expenses</b>	<b>20,986</b>	<b>21,804</b>	<b>23,028</b>	<b>94,441</b>
<b>Loss before exceptional items</b>	<b>(8,246)</b>	<b>(3,567)</b>	<b>(3,308)</b>	<b>(12,589)</b>
Loss on impairment of associate (refer note 6)	-	(2,096)	-	(2,096)
Exceptional items (refer note 4)	-	-	(20)	(77)
<b>Loss for the period / year</b>	<b>(8,246)</b>	<b>(5,663)</b>	<b>(3,328)</b>	<b>(14,762)</b>
<b>Other comprehensive income/(loss)</b>				
<b>Items that will not be reclassified to profit or loss in subsequent period / year</b>				
Re-measurement gain/ (loss) on defined benefit plans	125	*	(56)	(93)
<b>Total other comprehensive income/ (loss) for the period / year</b>	<b>125</b>	<b>*</b>	<b>(56)</b>	<b>(93)</b>
<b>Total comprehensive loss for the period / year</b>	<b>(8,121)</b>	<b>(5,663)</b>	<b>(3,384)</b>	<b>(14,855)</b>
<b>Paid up equity share capital</b>	636	636	634	636
Face value of the share (INR)	1	1	1	1
<b>Other equity</b>				122,754
<b>Earnings per share (not annualised)</b>				
Basic	(13)	(9)	(5)	(23)
Diluted	(13)	(9)	(5)	(23)
#includes Share based payment expenses	2,381	3,172	3,580	13,965
See accompanying notes to the Unaudited Standalone Financial Results				

\*Amount below rounding off norms adopted by the Company

S.R. Batwani & Associates LLP, Gurgaon  
for Identification



One 97 Communications Limited  
Notes to the Unaudited Standalone Financial Results

1. The Statement of Unaudited Standalone Financial Results has been prepared in accordance with the recognition and measurement principles laid down in the applicable accounting standards prescribed under Section 133 of the Companies Act, 2013 (the "Act") and other accounting principles generally accepted in India and presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, ('Listing Regulations'). The Statement of Unaudited Standalone Financial Results of the Company have been reviewed by the Audit Committee and approved by the Board of Directors of the Company in their respective meetings held on July 19, 2024. The Statutory Auditors of the Company have carried out Limited Review of the aforesaid results.
2. The Statement includes the results for the quarter ended March 31, 2024, being the balancing figure between audited figures in respect of the full financial year 2023-24 and the published unaudited year to date figures up to the third quarter of the financial year 2023-24 which were subject to limited review.
3. The Company is engaged in different business units, including payment and financial services, commerce and cloud services and the Board of Directors (Chief Operating Decision Maker "CODM") reviews the information at the revenue level and does not allocate operating costs and expenses, assets and liabilities across business units, as the CODM does not use such information to allocate resources or evaluate the performance of the business units. The way the CODM reviews the performance, management of the Company has concluded that it constitutes a single segment as per Ind AS 108 'Operating Segments'. Hence, no separate disclosure is required for segments.
4. Exceptional item of INR 77 million for the year ended March 31, 2024, comprises of INR 57 million towards provisions made for voluntary insolvency proceeding admitted for one of Company's customer and INR 20 million towards provision recognised for impairment of investment in associate.

**S.R. Batliboi & Associates LLP, Gurgaon**

**for Identification**



One 97 Communications Limited  
Notes to the Unaudited Standalone Financial Results

5. Details of utilisation of net IPO Proceeds of INR 81,194 million, are as follows:

(Amount in INR million)

S. No	Objects of the issue	Amount as proposed in Offer Document	Amount Utilised up to June 30, 2024	Amount Un-utilised as on June 30, 2024
1	Growing and strengthening our Paytm ecosystem, including through acquisition and retention of consumers and merchants and providing them with greater access to technology and financial services	43,000		-
	i) Marketing and promotional expenses		7,615	
	ii) Expanding our merchant base and deepening our partnership with our merchants		17,217	
	iii) Strengthening and expanding our technology powered payments platform		18,168	
	<b>Total (A)</b>	<b>43,000</b>	<b>43,000</b>	<b>-</b>
2	Investing in new business initiatives, acquisitions and strategic partnerships	20,000		20,000
	i) Investments in new business initiatives			
	a) Payment Services		-	
	b) Commerce and cloud services		-	
	c) Financial Services		-	
	ii) Investments in acquisitions and strategic partnerships	-		
	<b>Total (B)</b>	<b>20,000</b>	<b>-</b>	<b>20,000</b>
3	General corporate purposes	18,194	18,194	-
	<b>Total (C)</b>	<b>18,194</b>	<b>18,194</b>	<b>-</b>
	<b>Total (A+B+C)</b>	<b>81,194*</b>	<b>61,194</b>	<b>20,000</b>

\*During the quarter ended June 30, 2023, un-utilised IPO issue expenses of INR 60 million have been transferred to net IPO proceeds, thereby increasing it from INR 81,134 million to INR 81,194 million and earmarked for general corporate purposes in accordance with the Objects of the Offer.

Net IPO proceeds which were un-utilised as at June 30, 2024 were temporarily invested in fixed deposits, certificate of deposit with scheduled commercial banks and in monitoring agency account.

D.R. Dattiboi & Associates LLP, Gurgaon

for Identification



One 97 Communications Limited  
Notes to the Unaudited Standalone Financial Results

6. On January 31, 2024, the RBI issued a Press Release for action against Paytm Payments Bank Ltd (PPBL), a 39% associate of the Company, under Section 35A of the Banking Regulation Act, 1949, effectively restricting PPBL's normal business, permitting only withdrawal of the existing customer balances.

Pursuant to the RBI's actions as stated above, the Company had terminated its Nodal Accounts being maintained with PPBL. Subsequently, the Company had discontinued all major business activities it had with PPBL. Further, the Company had also made amendment to the shareholders agreement with PPBL by simplifying the terms therein and had also withdrawn its nominee director from the board of PPBL.

The business of PPBL had been significantly impacted by the RBI action as described above. As at March 31, 2024, the Company had investments in PPBL amounting to INR 2,096 million.

We understand that there are certain factors affecting ongoing operations of PPBL, including restrictions which affect normal operations of the primary products such as wallet and banking services etc as per regulatory action on Jan 31, 2024, as well as ongoing uncertainty on the timing and nature of restoration of any of the impacted services.

As at March 31, 2024, considering the future uncertainties associated on the business operations of PPBL as mentioned above, including the uncertainty of any other regulatory development, the scaled down business operations of PPBL, restrictions affecting normal operations of the primary products such as saving accounts, current accounts, wallet, the management, on a prudent basis, determined that the value of the Company's investment in PPBL is impaired and, accordingly, recorded an impairment provision of INR 2,096 million, representing the carrying value of its investment in PPBL and disclosed the same as impairment of investment in associate.

7. The Company during year ended March 31, 2022 granted 21,000,000 Employee Stock Options to Managing Director and CEO of the Company which is subject to achievement of specified milestones. During the previous quarter, the Company had received a Show Cause Notice ("SCN") from SEBI related to the above options regarding compliance with SEBI SBEB Regulations. The Company had submitted its preliminary response and is in the process of seeking further information from SEBI in this regard. Based on an independent legal opinion obtained by the management, it believes that the Company is compliant with the relevant regulations. Accordingly, there is no impact on the financial results for the current and previous quarter ended June 30, 2024 and March 31, 2024, respectively.
8. Previous quarter ended June 30, 2023 results have been reviewed by a firm of Chartered Accountants other than S.R. Batliboi & Associates LLP.

**S.R. Batliboi & Associates LLP, Gurgaon**

**For and on behalf of Board of Directors of  
One 97 Communications Limited**

**for Identification**



**Vijay Shekhar Sharma**  
Chairman, Managing Director and CEO  
Place: Noida  
Date: July 19, 2024