

SFL:BSE:169:2017-2018

14th November 2017

BSE Limited  
(Scrip Code : 511066)  
Floor 25, P J Towers  
Dalal Street, Fort  
Mumbai - 400 001

TOTAL NO OF PAGES: 11

By Listing Centre

Dear Sir / Madam,

**Outcome of the Board Meeting held on 14th November 2017**

We refer to our Letter SFL:BM3:160:2017-18 dated 4th November 2017 intimating you of convening of Board Meeting on 14th November 2017 for consideration of Unaudited Financial Results for the quarter and half year ended 30th September 2017.

In this regard, we wish to inform you that the Board of Directors of the Company have, at their meeting held today, approved the following items:

**1. UNAUDITED FINANCIAL RESULTS**

We enclose copies of the following documents:

- a. Unaudited Financial Results (UFR) for the quarter and half year ended 30th September 2017 in the format prescribed under Regulation 33(4) of the SEBI Listing Regulations (**Annexure - 1**).
- b. A copy of Limited Review Report given by our Statutory Auditors, M/s P. K Nagarajan & Co., Chartered Accountants, on the Unaudited Financial Results (**Annexure - 2**).

The extract of UFR in the format prescribed under the Listing Regulations will be published within the stipulated time in the manner laid down under Regulation 47(1)(b) in English and Tamil newspapers.

The Unaudited Financial Results will be uploaded on the website of the Company [www.sakthifinance.com](http://www.sakthifinance.com) as well as on the website of the BSE Limited in the manner required by them.



# SAKTHI FINANCE

AN EDIFICE BUILT ON TRUST

## **2. Disclosures required under Regulation 52(4) of the SEBI Listing Regulations 2015**

- a. Disclosures in accordance with regulation 52(4) of the SEBI Listing Regulations 2015 (**Annexure - 3**).
- b. A copy of Noting certificate from the Debenture Trustee as required under Regulation 52(5) of Listing Regulations 2015 will be sent separately.

The Board Meeting commenced at 2.45 p.m and concluded at 4.30 p.m.

We request you to take the above documents / information on record.

Yours faithfully  
For Sakthi Finance Limited



S.Venkatesh  
Company Secretary



Encl:(3)



Statement of Unaudited Financial Results for the Quarter and Half year ended 30th September 2017

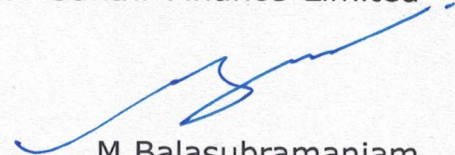
Sl No	Particulars	(Rs. lakhs)				
		30/09/2017 (Unaudited)	Quarter Ended 30/06/2017 (Unaudited)	30/09/2016 (Unaudited)	Half year Ended 30/09/2017 (Unaudited)	Year Ended 31/03/2017 (Audited)
I	Revenue from Operations	4030.89	4061.07	4141.39	8091.96	16,781.20
II	Other Income	99.16	76.43	116.15	175.59	274.20
III	Total Revenue	4130.05	4137.50	4257.54	8267.55	17,055.40
IV	<b>Expenses</b>					
	a. Employee benefits expense	551.46	514.50	475.97	1065.96	2,084.86
	b. Finance Cost	2534.35	2541.68	2611.71	5076.03	10,346.56
	c. Depreciation and amortisation expense	83.30	81.63	81.64	164.93	321.71
	d. Provisions and write off	137.53	121.70	145.65	259.23	655.51
	e. Other expenditure	316.42	366.81	371.70	683.22	1,503.32
	f. Contingent Provision against Standard Assets	4.00	5.65	5.35	9.65	31.90
	<b>Total Expenses</b>	<b>3627.06</b>	<b>3631.97</b>	<b>3692.02</b>	<b>7259.02</b>	<b>14,943.86</b>
V	<b>Profit/(Loss) before Exceptional and Extraordinary Items and Tax (III-IV)</b>	<b>502.99</b>	<b>505.53</b>	<b>565.52</b>	<b>1008.53</b>	<b>2,111.54</b>
VI	Exceptional Items	-	-	-	-	-
VII	<b>Profit / (Loss) before extraordinary Items and Tax</b>	<b>502.99</b>	<b>505.53</b>	<b>565.52</b>	<b>1008.53</b>	<b>2,111.54</b>
VIII	Extraordinary Items	-	-	-	-	-
IX	<b>Profit/(Loss) before tax (VII - VIII)</b>	<b>502.99</b>	<b>505.53</b>	<b>565.52</b>	<b>1008.53</b>	<b>2,111.54</b>
X	Tax expense					
	a. Current Tax	206.72	221.09	215.97	427.81	599.84
	b. Deferred Tax	(82.85)	(84.98)	(27.23)	(167.83)	(163.88)
	c. Provision for Taxation (for earlier years)	2.27	-	-	2.27	0.02
XI	<b>Profit / (Loss) for the period from continuing operations (IX-X)</b>	<b>376.85</b>	<b>369.42</b>	<b>376.78</b>	<b>746.28</b>	<b>1,675.56</b>
XII	Profit/(Loss) from Discontinuing operations	-	-	-	-	-
XIII	Tax Expense of discontinuing operations	-	-	-	-	-
XIV	<b>Profit / (Loss) for the period from Discontinuing operations (IX-X)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
XV	<b>Profit / (Loss) for the period (XI+XIV)</b>	<b>376.85</b>	<b>369.42</b>	<b>376.78</b>	<b>746.28</b>	<b>1,675.56</b>
XVI	Paid-up equity share capital (Face Value of Rs.10 per Share)	5000.00	5000.00	5000.00	5000.00	5000.00
XVII	Reserves (excluding Revaluation Reserve as per balance sheet of previous accounting year)	-	-	-	-	8509.99
XVIII	Earnings per Equity share:					
	(a) Basic (₹)	0.75	0.74	0.75	1.49	3.10
	(b) Diluted (₹)	0.75	0.74	0.75	1.49	3.10

**SAKTHI FINANCE LIMITED**  
**62,DR NANJAPPA ROAD, COIMBATORE - 641018**

Notes:

1. The above Unaudited Financial Results for the quarter and half year ended 30th September 2017 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 13th November 2017 and 14th November 2017.
2. The Statutory Auditors of the Company have carried out a Limited Review on the Unaudited Financial Results for the quarter and half year ended 30th September 2017.
3. The Company is primarily engaged in the business of asset financing and accordingly there is no reportable segment as per Accounting Standard – 17 (AS-17) on "Segment Reporting" specified under Section 133 of the Companies Act 2013 read with Rule 7 of the Companies Accounting Rules 2014 and Companies (Accounting Standards) Amendment Rules 2016.
4. The Company's Secured, Redeemable, Non-Convertible Debentures (NCDs) are secured by mortgage of immovable properties and hire purchase receivables of the Company with a cover of 100% / 110% as per the terms of the issue.
5. Figures for the previous period / year have been regrouped / rearranged wherever necessary to conform to the current period presentation.

By Order of the Board  
For Sakthi Finance Limited



M. Balasubramaniam  
Vice Chairman and Managing Director  
DIN 00377053

14th November 2017  
Coimbatore



**STATEMENT OF ASSETS AND LIABILITIES**

(₹ Lakh)

SI No	Particulars	As at	As at
		30.09.2017	31.03.2017
		(Unaudited)	(Audited)
<b>(A)</b>	<b>EQUITY AND LIABILITIES</b>		
1	<b>Shareholders' funds:</b>		
	Share Capital	6050.00	6050.00
	Reserves and Surplus	10476.91	10332.43
	<b>Sub-total - Shareholders' funds</b>	<b>16526.91</b>	<b>16382.43</b>
2	<b>Non-current liabilities</b>		
	Long-term Borrowings	53512.23	59224.22
	Deferred Tax Liabilities (net)	256.96	424.79
	<b>Sub-total - Non-current liabilities</b>	<b>53769.19</b>	<b>59649.01</b>
3	<b>Current Liabilities</b>		
	Short-term Borrowings	19835.97	13790.74
	Other Current Liabilities	17427.39	16423.40
	Short-term Provisions	2085.22	1667.88
	<b>Sub-total - Current liabilities</b>	<b>39348.58</b>	<b>31882.02</b>
	<b>TOTAL (A)</b>	<b>109644.68</b>	<b>107913.46</b>
<b>(B)</b>	<b>ASSETS</b>		
1	<b>Non-Current assets</b>		
	Fixed assets:		
	- Tangible Assets	5931.20	6005.11
	- Intangible Assets	410.49	462.83
	- Capital Work in Progress	12.14	5.43
	Non-current investments	2604.90	2604.90
	Long-term loans and advances	1024.66	1045.27
	<b>Sub-total - Non-current assets</b>	<b>9983.39</b>	<b>10123.54</b>
2	<b>Current assets</b>		
	Current Investments	0.00	0.00
	Stock on Hire	89525.36	90366.43
	Trade receivables	148.46	136.12
	Cash and Bank Balances	5553.26	3566.42
	Short-term loans and advances	4250.36	3481.50
	Other current assets	183.85	239.45
	<b>Sub-total - Current assets</b>	<b>99661.29</b>	<b>97789.92</b>
	<b>TOTAL (B)</b>	<b>109644.68</b>	<b>107913.46</b>



**Extract of Statement of Unaudited Financial Results for the  
Quarter and Half Year ended 30th September 2017**

Particulars	(₹ lakh)		
	Quarter Ended	Half Year ended	Quarter Ended
	30/09/2017	30/09/2017	30/09/2016
	Unaudited	Unaudited	Unaudited
Total income from Operations (net)	<b>4030.89</b>	<b>8091.96</b>	4141.39
Net Profit / (Loss) for the period (before tax, Exceptional Item and/or Extraordinary Items)	<b>502.99</b>	<b>1008.53</b>	565.52
Net Profit / (Loss) for the period before tax (after Exceptional Item and/or Extraordinary Items)	<b>502.99</b>	<b>1008.53</b>	565.52
Net Profit / (Loss) for the period after tax (after Exceptional Item and/or Extraordinary Items)	<b>376.85</b>	<b>746.28</b>	376.78
Total Comprehensive Income for the period [comprising Profit / (Loss) for the period (after tax) and other Comprehensive Income (after Tax)]	-	-	-
Paid-up equity share capital (Face value : ₹ 10 per share)	<b>5000.00</b>	<b>5000.00</b>	5000.00
Reserves (excluding Revaluation Reserve)	<b>8509.99 as on 31st March 2017</b>		
Earnings Per Share ( ₹ 10/- each) (for continuing operations)			
a. Basic	<b>0.75</b>	<b>1.49</b>	0.75
b. Diluted	<b>0.75</b>	<b>1.49</b>	0.75

**Notes :**

- Information relating to Total Comprehensive income and other comprehensive income is not furnished as Ind AS is not yet made applicable to the Company.
- The above is an extract of the detailed format of the Unaudited Financial Results filed with Stock Exchange under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015. The full format of the Unaudited Financial Results are available on the BSE Ltd website (URL: [www.bseindia.com/corporates](http://www.bseindia.com/corporates)) and company's website [www.sakthifinance.com](http://www.sakthifinance.com).

14th November 2017  
Coimbatore



By Order of the Board  
For Sakthi Finance Limited

M. Balasubramaniam  
Vice Chairman and Managing Director  
DIN : 00377053

# P. K. Nagarajan & Co.

Chartered Accountants

No. 33, Desabandhu Street

Ramnagar, Coimbatore - 641 009

E-mail : pknagarajanandco@gmail.com

Mobile : +91 93829 75577

**ANNEXURE-2**

Ref. No. : \_\_\_\_\_

Date : \_\_\_\_\_

## Limited Review Report on Quarterly unaudited financial Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To  
The Board of Directors  
**Sakthi Finance Limited**

We have reviewed the accompanying statement of unaudited financial results ("the statements") of M/s. Sakthi Finance Limited for the quarter/half year ended 30<sup>TH</sup> September 2017. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review in accordance with the Standard on Review Engagement (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 financial statements are free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with the applicable Accounting Standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, read with SEBI Circular No. CIR/CFD/FAC/2016 dated 5<sup>th</sup> July 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.



# P. K. Nagarajan & Co.

Chartered Accountants

No. 33, Desabandhu Street

Ramnagar, Coimbatore - 641 009

E-mail : pknagarajanandco@gmail.com

Mobile : +91 93829 75577

Ref. No. : \_\_\_\_\_

Date : \_\_\_\_\_

The Comparative Financial Statements of the Company for the previous quarter ended 30<sup>th</sup> June 2017, corresponding quarter and half year ended 30<sup>th</sup> September 2016 were reviewed by the predecessor auditors and the financial statements of the company for the year ended 31<sup>st</sup> March 2017 were audited by the predecessor auditors who expressed an unmodified opinion on those financial statements.

Place: Coimbatore

Date: 14.11.2017

For P.K.Nagarajan & Co

Chartered Accountants

Firm Reg, No:016676S

  
P.K.Nagarajan

Partner

M.No.025679



**SAKTHI FINANCE LIMITED**  
**62, DR NANJAPPA ROAD**  
**COIMBATORE - 18**

**Disclosure in accordance with Regulation 52(4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015**

**1. Credit Rating**

The Credit Rating as on 30th September 2017 is as follows:

<b>Instrument</b>	<b>Credit Rating Agency</b>	<b>Credit Rating as on 30th September 2017</b>	<b>Previous Credit Rating</b>
Secured, Redeemable Non-Convertible Debentures	ICRA Limited	[ICRA] BBB (Stable)	[ICRA] BBB (Stable)

ICRA Limited has re-affirmed the credit rating as mentioned above.

2. a) **Asset Cover Available** : 1.22  
b) **Debt Equity Ratio** : 6.33
3. **Previous due date for the payment of interest / principal for the period from 1st April 2017 to 30th September 2017 are given below:**

**NCD Public Issue - 2015**

<b>Series / Tranche</b>	<b>ISIN No</b>	<b>Type (Interest / Principal)</b>	<b>Due date of payment</b>	<b>Amount (₹ lakh)</b>	<b>Actual date of payment</b>
Option III	INE302E07037	Interest	1st May 2017	6.15	2nd May 2017
Option VI	INE302E07060	Interest	1st May 2017	18.62	2nd May 2017
Option III	INE302E07037	Interest	1st June 2017	5.96	1st June 2017
Option VI	INE302E07060	Interest	1st June 2017	18.32	1st June 2017
Option III	INE302E07037	Interest	1st July 2017	5.96	1st July 2017



<b>Series / Tranche</b>	<b>ISIN No</b>	<b>Type (Interest / Principal)</b>	<b>Due date of payment</b>	<b>Amount (₹ lakh)</b>	<b>Actual date of payment</b>
Option VI	INE302E07060	Interest	1st July 2017	18.32	1st July 2017
Option III	INE302E07037	Interest	1st August 2017	5.96	1st August 2017
Option VI	INE302E07060	Interest	1st August 2017	18.32	1st August 2017
Option III	INE302E07037	Interest	1st September 2017	6.15	1st September 2017
Option VI	INE302E07060	Interest	1st September 2017	18.93	1st September 2017
Option III	INE302E07037	Interest	1st October 2017	6.35	3rd October 2017
Option VI	INE302E07060	Interest	1st October 2017	19.54	3rd October 2017

**NCD Public Issue – 2016**

<b>Series / Tranche</b>	<b>ISIN No</b>	<b>Type (Interest / Principal)</b>	<b>Due date of payment</b>	<b>Amount (₹ lakh)</b>	<b>Actual date of payment</b>
Option I	INE302E07094	Interest	1st May 2017	10.88	2nd May 2017
Option III	INE302E07110	Interest	1st May 2017	7.03	2nd May 2017
Option VI	INE302E07144	Interest	1st May 2017	55.57	2nd May 2017
Option IV	INE302E07128	Interest	18th May 2017	36.49	18th May 2017
Option VII	INE302E07151	Interest	18th May 2017	109.58	18th May 2017
Option I	INE302E07094	Interest	1st June 2017	10.64	1st June 2017
Option III	INE302E07110	Interest	1st June 2017	6.90	1st June 2017



<b>Series / Tranche</b>	<b>ISIN No</b>	<b>Type (Interest / Principal)</b>	<b>Due date of payment</b>	<b>Amount (₹ lakh)</b>	<b>Actual date of payment</b>
Option VI	INE302E07144	Interest	1st June 2017	54.55	1st June 2017
Option I	INE302E07094	Interest	1st July 2017	10.64	1st July 2017
Option III	INE302E07110	Interest	1st July 2017	6.90	1st July 2017
Option VI	INE302E07144	Interest	1st July 2017	54.55	1st July 2017
Option I	INE302E07094	Interest	1st August 2017	10.64	1st August 2017
Option III	INE302E07110	Interest	1st August 2017	6.90	1st August 2017
Option VI	INE302E07144	Interest	1st August 2017	54.55	1st August 2017
Option I	INE302E07094	Interest	1st September 2017	11.00	1st September 2017
Option III	INE302E07110	Interest	1st September 2017	7.13	1st September 2017
Option VI	INE302E07144	Interest	1st September 2017	56.37	1st September 2017
Option I	INE302E07094	Interest	1st October 2017	11.35	3rd October 2017
Option III	INE302E07110	Interest	1st October 2017	7.36	3rd October 2017
Option VI	INE302E07144	Interest	1st October 2017	58.19	3rd October 2017

All interest on Non-Convertible Debentures due for payment during the half-year ended 30th September 2017 have been paid on their respective due dates as per the terms and conditions of the prospectus.



4. Next due dates for payment of interest / principal for the period from 1st October 2017 to 31st March 2018 are given below

**NCD Public Issue - 2015**

Series / Tranche	ISIN No	Type (Interest / Principal)	Due date of payment	Amount (₹ lakh)
Option III	INE302E07037	Interest	1st November 2017	5.76
Option VI	INE302E07060	Interest	1st November 2017	17.71
Option III	INE302E07037	Interest	1st December 2017	5.96
Option VI	INE302E07060	Interest	1st December 2017	18.32
Option III	INE302E07037	Interest	2nd January 2018	6.16
Option VI	INE302E07060	Interest	2nd January 2018	18.93
Option III	INE302E07037	Interest	1st February 2018	6.16
Option VI	INE302E07060	Interest	1st February 2018	18.93
Option III	INE302E07037	Interest	1st March 2018	5.56
Option VI	INE302E07060	Interest	1st March 2018	17.10
Option III	INE302E07037	Principal	1st April 2018*	642.42
Option IV	INE302E07045	Principal	1st April 2018*	194.44
Option V	INE302E07052	Principal	1st April 2018*	698.46
Option III	INE302E07037	Interest	1st April 2018	5.96
Option IV	INE302E07045	Interest	1st April 2018	22.81
Option V	INE302E07052	Interest	1st April 2018	102.32
Option VI	INE302E07060	Interest	1st April 2018	19.03

\* Due date for payment for redemption of NCD falls on 1st April 2018. Since 1st April 2018 falls on Holiday (i.e. Sunday), payment will be made on 31st March 2018.

**NCD Public Issue - 2016**

Series / Tranche	ISIN No	Type (Interest / Principal)	Due date of payment	Amount (₹ lakh)
Option I	INE302E07094	Interest	1st November 2017	10.29
Option III	INE302E07110	Interest	1st November 2017	6.67
Option VI	INE302E07144	Interest	1st November 2017	52.74
Option I	INE302E07094	Interest	1st December 2017	10.64
Option III	INE302E07110	Interest	1st December 2017	6.90
Option VI	INE302E07144	Interest	1st December 2017	54.55



Series / Tranche	ISIN No	Type (Interest / Principal)	Due date of payment	Amount (₹ lakh)
Option I	INE302E07094	Interest	2nd January 2018	11.00
Option III	INE302E07110	Interest	2nd January 2018	7.13
Option VI	INE302E07144	Interest	2nd January 2018	56.37
Option I	INE302E07094	Interest	1st February 2018	11.00
Option III	INE302E07110	Interest	1st February 2018	7.13
Option VI	INE302E07144	Interest	1st February 2018	56.37
Option I	INE302E07094	Interest	1st March 2018	9.93
Option III	INE302E07110	Interest	1st March 2018	6.44
Option VI	INE302E07144	Interest	1st March 2018	50.91
Option I	INE302E07094	Interest	1st April 2018	11.35
Option III	INE302E07110	Interest	1st April 2018	7.36
Option VI	INE302E07144	Interest	1st April 2018	58.19

5. Outstanding redeemable preference shares : Nil

6. Details of Debenture Redemption Reserve are given below:

Series / Tranche	Amount of issue (₹ lakh)	DRR required to be created (₹ lakh)	DRR created up to 30.09.2017 (₹ lakh)	Funds invested for debentures maturing during the year (₹ lakh)
NCD Public Issue 2015	10000.00	NA	2603.00	749.95
NCD Public Issue 2016	16487.08	NA		

7. Net worth : ₹ 14,315.66 lakh

8. Net profit after tax : ₹ 746.28 lakh

9. Earnings per Share : ₹ 1.49

