

SFL:BM:043:2017-2018

24th May 2017

BSE Limited
Floor 25, P J Towers
Dalal Street, Fort
Mumbai - 400 001

Fax Nos : 022 - 22723121 / 22723719 / 22722309
Scrip Code : 511066
Email ID : corp.compliance@bseindia.com

Kind Attn: Ms Sapna Mathukiya
Asst. Manager, DCS

Madam

Outcome of the Board Meeting held on 24th May 2017

We request you to refer our Letter SFL: BM: 033:2017-18 dated 10th May 2017 intimating you of the convening of Board Meeting on 24th May 2017 for consideration of audited financial results for the year ended 31st March 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 :

1. AUDITED FINANCIAL RESULTS

Audited Financial Results for the quarter and year ended 31st March 2017 in the prescribed format under Regulation 33(4) of the Listing Regulations.

In this regard, we enclose copies of the following documents:

- Detailed Audited Financial Results for the quarter and year ended 31st March 2017.
- Auditor's report from the Statutory Auditors, M/s P N Raghavendra Rao & Co, Chartered Accountants, Coimbatore on the audited financial results
- Declaration under Regulation 33(3)(d) of the Listing Regulations.
- Disclosures under Regulation 52(4) of the Listing Regulations 2015.
- Certificate from the Debenture Trustee under Regulation 52(5) of Listing Regulations.



Sakthi Finance Limited

62, Dr. Nanjappa Road Coimbatore - 641 018 | T: 0422 2251471/4 | F: 0422 2251915 | W: www.sakthifinance.com

CIN : L65910TZ1955PLC000145

SAKTHI FINANCE

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The extract of results in the prescribed format under the Listing Regulations will be published within the stipulated time in the manner laid down under regulations 47(1)(b) in English and Tamil newspapers. The audited financial results have been uploaded on the website of the Company www.sakthifinance.com as well as in the website of BSE Limited in the manner required.

2. Recommendation of Equity Dividend

The Board of Directors have recommended a dividend of ₹ 1 per share (10 % of the face value of ₹ 10 each) on the Equity Shares subject to the approval of members at the ensuing Annual General Meeting of the Company.


3. Confirmation of Interim Dividend on Preference Shares

The Board of Directors also confirmed the Interim Dividend of ₹ 10/- per share (10% on the face value of ₹ 100 each) paid on Redeemable Cumulative Preference Shares (Unlisted) as final dividend on such Shares.

The Board Meeting commenced at 12.00 noon and concluded at 3.00 p.m.,

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

Yours faithfully
For Sakthi Finance Limited


S. Venkatesh
Company Secretary



Encl:(5)

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SAKTHI FINANCE LIMITED

62, Dr Nanjappa Road, Coimbatore - 18



Statement of Audited Financial Results for the Quarter and Year Ended 31st March 2017

(₹ lakh)

Sl No	Particulars	Quarter Ended		Year Ended		
		3/31/2017 (Audited)	12/31/2016 (Unaudited)	3/31/2016 (Audited)	3/31/2017 (Audited)	3/31/2016 (Audited)
I	Revenue from Operations	4,397.76	4,260.21	4,546.26	16,781.20	16,802.56
II	Other Income	43.26	36.62	172.17	274.20	404.16
III	Total Revenue	4,441.02	4,296.83	4,718.43	17,055.40	17,206.72
IV	Expenses					
	a. Employee benefits expense	677.95	515.02	603.61	2,084.86	1,933.09
	b. Finance Cost	2,622.80	2,567.43	2,645.29	10,346.56	10,261.07
	c. Depreciation and amortisation expense	80.69	82.73	111.06	321.71	285.05
	d. Provisions and write off	154.49	179.03	238.68	655.51	647.16
	e. Other expenditure	337.16	430.65	471.82	1,503.32	1,555.85
	f. Contingent Provision against Standard Assets	14.00	8.55	4.55	31.90	52.45
	Total Expenses	3,887.09	3,783.41	4,075.01	14,943.86	14,734.67
V	Profit/(Loss) before Exceptional and Extraordinary Items and Tax (III-IV)	553.93	513.42	643.42	2,111.54	2,472.05
VI	Exceptional Items	-	-	-	-	432.12
VII	Profit / (Loss) before extraordinary Items and Tax	553.93	513.42	643.42	2,111.54	2,039.93
VIII	Extraordinary Items	-	-	-	-	-
IX	Profit/(Loss) before tax (VII - VIII)	553.93	513.42	643.42	2,111.54	2,039.93
X	Tax expense					
	a. Current Tax	28.07	165.69	276.27	599.84	863.07
	b. Deferred Tax	(47.74)	(55.06)	5.45	(163.88)	(75.71)
	c. Provision for Taxation (for earlier years)	-	0.02	-	0.02	-
XI	Profit (Loss) for the period from continuing operations (VII-VIII)	573.60	402.77	361.70	1,675.56	1,252.57
XII	Profit / (loss) from Discontinuing operations	-	-	-	-	-
XIII	Tax expense of discontinuing operations	-	-	-	-	-
XIV	Profit / (loss) from Discontinuing operations (after tax) (XII - XIII)	-	-	-	-	-
XV	Profit / (Loss) for the period (XI + XIV)	573.60	402.77	361.70	1,675.56	1,252.57
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	7670.99
XVIII	Earnings per Equity share					
	(1) Basic (₹)	1.15	0.81	0.72	3.10	2.25
	(2) Diluted (₹)	1.15	0.81	0.72	3.10	2.25

(Handwritten signature)

SAKTHI FINANCE LIMITED

62, Dr Nanjappa Road, Coimbatore - 18

STATEMENT OF ASSETS AND LIABILITIES

(₹ Lakh)

SI No	Particulars	As at	As at
		31.03.2017	31.03.2016
		(Audited)	(Audited)
(A)	EQUITY AND LIABILITIES		
1	Shareholders' funds:		
	Share Capital	6050.00	6050.00
	Reserves and Surplus	10332.43	9536.67
	Sub-total - Shareholders' funds	16382.43	15586.67
2	Non-current liabilities		
	Long-term Borrowings	59224.22	44251.78
	Deferred Tax Liabilities (net)	424.79	588.67
	Sub-total - Non-current liabilities	59649.01	44840.45
3	Current Liabilities		
	Short-term Borrowings	13790.74	24570.86
	Other Current Liabilities	16423.40	21029.09
	Short-term Provisions	1667.88	1975.92
	Sub-total - Current liabilities	31882.02	47575.87
	TOTAL (A)	107913.46	108002.99
(B)	ASSETS		
1	Non-Current assets		
	Fixed assets:		
	Tangible Assets	6005.11	5956.76
	Intangible Assets	462.83	577.26
	Capital Work in Progress	5.43	100.48
	Non-current investments	2604.90	2236.35
	Long-term loans and advances	1045.27	194.19
	Other non-current assets	0.00	162.17
	Sub-total - Non-current assets	10123.54	9227.21
2	Current assets		
	Current investments	0.00	110.99
	Stock on Hire	90366.43	92178.98
	Trade receivables	136.12	148.81
	Cash and Cash Equivalents	3566.42	3751.17
	Short-term loans and advances	3481.50	2361.14
	Other current assets	239.45	224.69
	Sub-total - Current assets	97789.92	98775.78
	TOTAL (B)	107913.46	108002.99



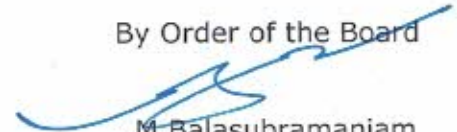
SAKTHI FINANCE LIMITED

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Notes:

1. The Audited Financial Results have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on 24th May 2017.
2. The Board of Directors have recommended an equity dividend of ₹ 1 per share (10% on the face value of ₹ 10) aggregating to ₹ 601.79 lakh inclusive of dividend distribution tax. In terms of the revised Accounting Standard (AS-4) "Contingencies and Events occurring after the Balance Sheet date" as notified by the Ministry of Corporate Affairs through amendments to Companies (Accounting Standards) Amendment Rules 2016 dated 31st March 2016, the Company has not accounted for the proposed dividend as a liability as at 31st March 2017. However, the proposed dividend was accounted for as a liability as at 31st March 2016 in accordance with the then existing Accounting Standard.
3. The Company is primarily engaged in the business of asset financing. This, in the context of Accounting Standard – 17 on Segment Reporting, notified by the Companies (Accounting Standards) Rules 2006, is considered to constitute a single primary segment.
4. The Company's Secured, Redeemable, Non-Convertible Debentures (NCDs) are secured by mortgage of an immovable property and hire purchase receivables of the Company with a cover of 100% / 110% as per the terms of the issue.
5. The figures for the quarter ended 31st March 2017 are the balancing figures between audited figures in respect of full financial year ended 31st March 2017 and the year to date figures for the nine months period ended 31st December 2016.
6. During the year, the company has changed the policy with regard to amortising the debenture issue expenses. Accordingly instead of amortising the expenses over the tenure of Debenture, the same has been entirely adjusted against the securities premium account as is permitted under Section 52 of the Companies Act 2013. As a result, the income from operations and profit before tax are higher by Rs.75.86 lakhs.
7. The figures for the previous period / year have been regrouped / rearranged / reclassified, wherever necessary to conform to the current period presentation.

By Order of the Board



M. Balasubramaniam

Vice Chairman and Managing Director

DIN : 00377053

24th May 2017
Coimbatore - 18

Ref. No.

Date :

Auditors' Report on Quarterly Financial Results and Year to Date Results of the Company pursuant to Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015

To

The Board of Directors of M/s. Sakthi Finance Limited

We have audited the quarterly financial results of M/s. Sakthi Finance Limited ("the Company"), for the quarter ended 31st March, 2017 and the year to date results for the financial year 1st April 2016 to 31st March, 2017, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These Quarterly financial results as well as year to date financial results have been prepared on the basis of the annual financial statements, which are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial results based on our audit of such annual financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.

We conducted our audit in accordance with the auditing standards issued by the Institute of Chartered Accountants of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by the management. We believe that our audit provides a reasonable basis for our opinion.



Ref. No.

Date :

/2/

In our opinion and to the best of our information and according to the explanations given to us, these quarterly financial results as well as the year to date financial results:

- I. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- II. give a true and fair view of the net profit and other financial information for the quarter ended 31st March 2017 as well as the year to date results for the financial year 1st April 2016 to 31st March 2017.

The statement includes the results for the quarter ended 31.03.2017, being the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the current financial year which were subjected to limited review by us.

Place : Coimbatore
Date : 24.05.2017

For P.N.RAGHAVENDRA RAO & Co.,
Chartered Accountants
Firm Reg. No:003328S



Pon Arul Paraneedharan
Partner
Membership No.212860

 **SAKTHI FINANCE**
AN EDIFICE BUILT ON TRUST

24th May 2017

BSE Limited
Floor No 25, P J Towers
Dalal Street
Fort
Mumbai - 400 001

Dear Sir / Madam

Declaration pursuant to Regulation 33(3)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015 (Listing Regulations)

I, M K Vijayaraghavan, Chief Financial Officer of Sakthi Finance Limited having its Registered Office at No. 62, Dr. Nanjappa Road, Coimbatore - 641 018, declare that M/s P N Raghavendra Rao & Co, Chartered Accountants, Statutory Auditors of the Company, have issued an Independent Auditor's Report with an unmodified opinion on the Audited Financial Results of the Company for the year ended on 31st March 2017.

This Declaration is given pursuant to Regulation 33(3)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended by the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2016, vide notification No SEBI/LAD-NRO/GN/2016-17/001 dated 25th May 2016 and Circular No CIR/CFD/CMD/56/2016 dated 27th May 2016.

We request you to take this declaration on record.

Yours faithfully
For Sakthi Finance Limited


M K Vijayaraghavan
Chief Financial Officer

Sakthi Finance Limited

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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 31st March 2017 is as follows:

Instrument	Credit Rating Agency	Credit Rating as on 31st March 2017	Previous Credit Rating
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. Debt Equity Ratio : 6.40

3. Previous due date for the payment of interest / principal for the period from 1st October 2016 to 31st March 2017 are given below:

NCD Public Issue – 2015

Series / Tranche	ISIN No	Type (Interest / Principal)	Due date of payment	Amount (₹ lakh)	Actual date of payment
Option I	INE302E07011	Interest	1st November 2016	13.57	1st November 2016
Option III	INE302E07037	Interest	1st November 2016	6.13	1st November 2016
Option VI	INE302E07060	Interest	1st November 2016	18.98	1st November 2016



Series / Tranche	ISIN No	Type (Interest / Principal)	Due date of payment	Amount (₹ lakh)	Actual date of payment
Option I	INE302E07011	Interest	1st December 2016	13.14	1st December 2016
Option III	INE302E07037	Interest	1st December 2016	5.94	1st December 2016
Option VI	INE302E07060	Interest	1st December 2016	18.37	1st December 2016
Option I	INE302E07011	Interest	2nd January 2017	14.01	2nd January 2017
Option III	INE302E07037	Interest	2nd January 2017	6.34	2nd January 2017
Option VI	INE302E07060	Interest	2nd January 2017	19.59	2nd January 2017
Option I	INE302E07011	Interest	1st February 2017	13.14	1st February 2017
Option III	INE302E07037	Interest	1st February 2017	5.94	1st February 2017
Option VI	INE302E07060	Interest	1st February 2017	18.37	1st February 2017
Option I	INE302E07011	Interest	1st March 2017	12.26	1st March 2017
Option III	INE302E07037	Interest	1st March 2017	5.54	1st March 2017
Option VI	INE302E07060	Interest	1st March 2017	17.14	1st March 2017



NCD Public Issue – 2016

Series / Tranche	ISIN No	Type (Interest / Principal)	Due date of payment	Amount (₹ lakh)	Actual date of payment
Option I	INE302E07094	Interest	1st November 2016	11.03	1st November 2016
Option III	INE302E07110	Interest	1st November 2016	7.15	1st November 2016
Option VI	INE302E07144	Interest	1st November 2016	56.52	1st November 2016
Option I	INE302E07094	Interest	1st December 2016	10.67	1st December 2016
Option III	INE302E07110	Interest	1st December 2016	6.92	1st December 2016
Option VI	INE302E07144	Interest	1st December 2016	54.70	1st December 2016
Option I	INE302E07094	Interest	2nd January 2017	11.38	2nd January 2017
Option III	INE302E07110	Interest	2nd January 2017	7.38	2nd January 2017
Option VI	INE302E07144	Interest	2nd January 2017	58.35	2nd January 2017
Option I	INE302E07094	Interest	1st February 2017	10.67	1st February 2017
Option III	INE302E07110	Interest	1st February 2017	6.92	1st February 2017



Series / Tranche	ISIN No	Type (Interest / Principal)	Due date of payment	Amount (₹ lakh)	Actual date of payment
Option VI	INE302E07144	Interest	1st February 2017	54.70	1st February 2017
Option I	INE302E07094	Interest	1st March 2017	9.96	1st March 2017
Option III	INE302E07110	Interest	1st March 2017	6.45	1st March 2017
Option VI	INE302E07144	Interest	1st March 2017	51.06	1st March 2017

All interest on Non-Convertible Debentures due for payment during the half-year ended 31st March 2017 have been paid on their respective due dates.

4. Next due date for payment of interest / principal for the period from 1st April 2017 to 30th September 2017 are given below

NCD Public Issue - 2015

Series / Tranche	ISIN No	Type (Interest / Principal)	Due date of payment	Amount (₹ lakh)
Option I	INE302E07011	Interest	1st April 2017	13.57
Option II	INE302E07029	Interest	1st April 2017	815.37
Option III	INE302E07037	Interest	1st April 2017	6.14
Option IV	INE302E07045	Annual Interest	1st April 2017	22.81
Option VI	INE302E07060	Interest	1st April 2017	18.98
Option VII	INE302E07078	Annual Interest	1st April 2017	32.65
Option I	INE302E07011	Principal	1st April 2017	1453.03
Option II	INE302E07029	Principal	1st April 2017	3363.75
Option III	INE302E07037	Interest	2nd May 2017	6.15
Option VI	INE302E07060	Interest	2nd May 2017	18.92
Option III	INE302E07037	Interest	1st June 2017	5.94
Option VI	INE302E07060	Interest	1st June 2017	18.37
Option III	INE302E07037	Interest	1st July 2017	5.94
Option VI	INE302E07060	Interest	1st July 2017	18.37



Series / Tranche	ISIN No	Type (Interest / Principal)	Due date of payment	Amount (₹ lakh)
Option III	INE302E07037	Interest	1st August 2017	6.14
Option VI	INE302E07060	Interest	1st August 2017	18.98
Option III	INE302E07037	Interest	1st September 2017	6.14
Option VI	INE302E07060	Interest	1st September 2017	18.98

NCD Public Issue – 2016

Series / Tranche	ISIN NO	Type (Interest / Principal)	Due date of payment	Amount (₹ lakh)
Option I	INE302E07094	Interest	1st April 2017	11.03
Option III	INE302E07110	Interest	1st April 2017	7.15
Option VI	INE302E07144	Interest	1st April 2017	56.52
Option I	INE302E07094	Interest	2nd May 2017	10.99
Option III	INE302E07110	Interest	2nd May 2017	7.12
Option VI	INE302E07144	Interest	2nd May 2017	56.37
Option IV	INE302E07128	Annual Interest	18th May 2017	36.49
Option VII	INE302E07151	Annual Interest	18th May 2017	109.58
Option I	INE302E07094	Interest	1st June 2017	10.67
Option III	INE302E07110	Interest	1st June 2017	6.91
Option VI	INE302E07144	Interest	1st June 2017	54.70
Option I	INE302E07094	Interest	1st July 2017	10.67
Option III	INE302E07110	Interest	1st July 2017	6.91
Option VI	INE302E07144	Interest	1st July 2017	54.70
Option I	INE302E07094	Interest	1st August 2017	11.02
Option III	INE302E07110	Interest	1st August 2017	7.15
Option VI	INE302E07144	Interest	1st August 2017	56.52
Option I	INE302E07094	Interest	1st September 2017	11.02
Option III	INE302E07110	Interest	1st September 2017	7.15
Option VI	INE302E07144	Interest	1st September 2017	56.52

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 31.03.2017 (₹ lakh)	Funds invested for debentures maturing during the year (₹ lakh)
NCD Public Issue 2015	10000.00	960.00	960.00	749.95
NCD Public Issue 2016	16487.08	1643.00	1643.00	

7. Net worth : ₹ 14,097 lakh

8. Net profit after tax : ₹ 1,675.56 lakh

9. Earnings per Share : ₹ 3.10



CERTIFICATE FOR RECEIPT AND NOTING OF INFORMATION

[Pursuant to Regulation 52(5) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015]

We, **Catalyst Trusteeship Limited** (“**Debenture Trustee**”) hereby confirm that we have received and noted (without independent verification thereof) the information, as specified under regulation 52(4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“**Regulations**”), provided to us by **Sakthi Finance Limited** (“**the Company**”) for the Half year ended on March 31, 2017.

This Certificate is being issued pursuant to the requirements of Regulation 52(5) of the aforesaid Regulations, for onward submission to Stock Exchange(s) by the Company.

For Catalyst Trusteeship Limited
(Formerly GDA Trusteeship Limited)

S. B. Gulawade.
Authorised Signatory

Date: May 24, 2017

