

STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2020

(INR in Lakhs)

Sr. No.	Particulars	Quarter ended			Nine Months ended		Year ended
		31 December 2020	30 September 2020	31 December 2019	31 December 2020	31 December 2019	31 March 2020
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Income						
	(a) Revenue from operations						
	Interest income	28,408	30,894	35,495	91,179	1,14,940	1,46,616
	Fees and commission income	538	1,218	1,613	2,654	3,812	5,155
	Net gain on fair value changes	1,465	1,265	942	3,296	4,201	4,733
	Gain / (loss) on derecognition of financial instruments measured at amortised cost category	3,035	-	110	3,035	3,598	3,241
	Total revenue from operations	33,446	33,377	38,160	1,00,164	1,26,551	1,59,745
	(b) Other income	68	574	-	643	-	146
	Total income (a+b)	33,514	33,951	38,160	1,00,807	1,26,551	1,59,891
2	Expenses						
	(a) Finance costs	17,913	18,605	19,657	54,954	66,838	86,340
	(b) Impairment on financial instruments	4,592	867	11,070	7,821	24,370	85,078
	(c) Employee benefits expenses	4,697	4,080	4,373	13,575	13,850	18,870
	(d) Depreciation and amortisation expense	825	897	742	2,513	2,196	3,010
	(e) Other expenses	2,419	4,961	2,291	9,282	6,671	10,260
	Total expenses (a+b+c+d+e)	30,446	29,410	38,133	88,145	1,13,925	2,03,558
3	Profit / (loss) before tax (1-2)	3,068	4,541	27	12,662	12,626	(43,667)
4	Tax expenses						
	Current tax	119	3	(1,302)	119	194	36
	Deferred tax	534	1,378	1,305	2,247	2,759	(11,241)
	Total tax expenses	653	1,381	3	2,366	2,953	(11,205)
5	Profit / (loss) after tax (3-4)	2,415	3,160	24	10,296	9,673	(32,462)
6	Other comprehensive income, net of tax						
	(a) Items that will not be reclassified to profit or loss	1	(5)	(8)	(18)	57	53
	(b) Items that will be reclassified to profit or loss	-	-	-	-	-	-
	Total other comprehensive income, net of tax	1	(5)	(8)	(18)	57	53
7	Total comprehensive income (5+6)	2,416	3,155	16	10,278	9,730	(32,409)
8	Paid up equity share capital (Face value of INR 10)	12,346	12,319	9,227	12,346	9,227	9,245
9	Preference share capital	1,207	1,207	-	1,207	-	-
10	Other equity						2,58,810
11	Earnings per share (* not annualised)						
	Basic (INR)	*1.88	*2.40	*0.02	*8.81	*10.48	(35.18)
	Diluted (INR)	*1.68	*2.13	*0.02	*8.13	*10.40	(35.18)

Notes

- 1 The Group reports quarterly financial results on consolidated basis, pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 read with SEBI circular dated 5 July 2016. The unaudited standalone financial results are available on the website of the Company at www.indostarcapital.com and on the websites of the BSE Ltd. at www.bseindia.com and the National Stock Exchange of India Ltd. at www.nseindia.com.

The key information of the unaudited standalone financial results of the Company are given below:

(INR in Lakhs)

Particulars	Quarter ended			Nine Months ended		Year ended
	31 December 2020	30 September 2020	31 December 2019	31 December 2020	31 December 2019	31 March 2020
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Revenue from operations (including other income)	28,508	32,252	36,854	92,603	1,22,114	1,54,001
Profit / (loss) before tax	(442)	4,015	(99)	8,181	11,352	(44,766)
Profit / (loss) after tax	(75)	2,780	(74)	7,026	7,973	(34,009)
Total comprehensive income	(75)	2,774	(84)	7,008	8,026	(33,962)

- 2 The Company during the quarter and nine months ended 31 December 2020 has allotted 2,72,500 and 8,34,500 equity shares of INR 10 each fully paid respectively, on exercise of stock options by employees, in accordance with the Company's Employee Stock Option Schemes.
- 3 The Group is primarily engaged in the business of financing and accordingly there are no separate reportable segments as per Ind AS 108 dealing with Operating segment.
- 4 The Secured Listed Non-Convertible Debentures of the Company as on 31 December 2020 are secured by first pari-passu charge on a freehold land owned by the Company (wherever applicable) and/or first pari-passu charge by way of hypothecation, over standard present and future receivables. The total asset cover required thereof has been maintained as per the terms and conditions stated in the respective Offer Documents.
- 5 The extent to which the COVID-19 pandemic will further impact the Group's results and carrying value of assets (including goodwill) will depend on future developments, which are uncertain. The Group's impairment loss allowance estimates are subject to a number of management judgments and estimates, which could undergo changes over the entire duration of the pandemic. Given the uncertainty over the potential macro-economic condition and related judicial decisions on matters arising from the regulatory guidelines, the impact of the COVID pandemic on the financial performance may be different from that estimated as at the date of approval of these financial results. Such changes will be prospectively recognized. The Group continues to closely monitor any anticipated material changes to future economic conditions.
- 6 The comparative financial information of the Group for the previous reporting periods / year prepared in accordance with Ind AS included in financial information have been reviewed / audited by the predecessor auditors. The report of the auditor on these comparative financial information expressed an un-modified conclusion / opinion.
- 7 The unaudited consolidated financial results of IndoStar Capital Finance Limited ("ICFL" or "the Company") for the quarter and nine months ended 31 December 2020 have been reviewed by the Audit Committee and subsequently approved at the meeting of the Board of Directors held on 4 February 2021. The unaudited consolidated financial results have been subjected to limited review by the Statutory Auditor of the Company.
- 8 During the current period, the loan assets and corresponding borrowing, the interest income and interest expense are recognised on a gross basis with respect to the acquired securitised portfolio. Accordingly, the figures of the previous periods/year have been restated to make them comparable with current period.
- 9 Figures for the previous periods / year have been regrouped, restated and / or reclassified wherever considered necessary to make them comparable to the current periods / year presentation.

For and on behalf of the Board of Directors of
IndoStar Capital Finance Limited

R. Sridhar
Executive Vice-Chairman & CEO
DIN: 00136697



**INDEPENDENT AUDITOR'S REVIEW REPORT ON REVIEW OF INTERIM
CONSOLIDATED FINANCIAL RESULTS**

**TO THE BOARD OF DIRECTORS OF
IndoStar Capital Finance Limited**

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of IndoStar Capital Finance Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), for the quarter and nine months ended December 31, 2020 ("the Statement") being submitted by the Parent pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. 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 (ICAI). A review of interim financial information consists of making inquiries, primarily of Parent's personnel 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 specified under Section 143(10) of the Companies Act, 2013 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. The Statement includes the results of the following entities:
 - a. IndoStar Home Finance Private Limited
 - b. IndoStar Asset Advisory Private Limited
5. Based on our review conducted and procedures performed as stated in paragraph 3 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 Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

**Deloitte
Haskins & Sells LLP**

6. We draw attention to Note 5 to the financial information in which the Company describes the continuing uncertainties arising from COVID 19 pandemic. Our conclusion is not modified in respect of this matter.
7. The comparative financial information of the Company for the previous reporting periods prepared in accordance with Ind AS included in financial information have been reviewed / audited by the predecessor auditors. The report of these auditors on these comparative financial information expressed an un-modified conclusion / opinion. Our conclusion on the financial information is not modified in respect of this matter.

For Deloitte Haskins & Sells LLP
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



Mukesh Jain
Partner
(Membership No. 108262)
(UDIN:21108262AAAACA9427)

Place: Mumbai
Date: February 4, 2021