

INDOSTAR CAPITAL FINANCE LIMITED

Regd Office: One World Center, Tower 2A, 20th Floor, Jupiter Mills Compound, S B Marg, Mumbai - 400013, India
Tel: +91 22 43157000 Fax: +91 22 43157010
CIN: L65100MH2009PLC268160 Website: www.indostarcapital.com E: investor.relations@indostarcapital.com

STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2021

(INR in Lakhs)

Sr. No.	Particulars	Quarter ended			Year ended
		30 June 2021	31 March 2021	30 June 2020	31 March 2021
		Unaudited	Unaudited	Unaudited	Audited
1	Income				
	(a) Revenue from operations				
	Interest income	24,159	26,209	31,879	1,17,388
	Fees and commission income	1,317	612	898	3,266
	Net gain on fair value changes	1,000	1,599	566	4,895
	Net gain on derecognition of financial instruments measured at amortised cost category	-	(605)	-	2,430
	Total revenue from operations	26,476	27,815	33,343	1,27,979
	(b) Other income	50	94	1	737
	Total income (a+b)	26,526	27,909	33,344	1,28,716
2	Expenses				
	(a) Finance costs	13,868	15,907	18,436	70,861
	(b) Net loss on derecognition of financial instruments measured at amortised cost category	14	-	-	-
	(c) Impairment on financial instruments	8,230	38,377	2,323	46,198
	(d) Employee benefits expenses	4,903	3,796	4,798	17,371
	(e) Depreciation and amortisation expense	797	837	791	3,350
	(f) Other expenses	3,639	3,543	1,943	12,825
	Total expenses (a+b+c+d+e)	31,451	62,460	28,291	1,50,605
3	Profit / (loss) before tax (1-2)	(4,925)	(34,551)	5,053	(21,889)
4	Tax expenses				
	Current tax	234	261	(3)	380
	Tax of earlier years	-	457	-	457
	Deferred tax	(1,477)	(3,563)	335	(1,316)
	Total tax expenses	(1,243)	(2,845)	332	(479)
5	Profit / (loss) after tax (3-4)	(3,682)	(31,706)	4,721	(21,410)
6	Other comprehensive Income, net of tax				
	(a) Items that will not be reclassified to profit or loss	12	27	(14)	9
	(b) Items that will be reclassified to profit or loss	-	(5)	-	(5)
	Total other comprehensive Income, net of tax	12	22	(14)	4
7	Total comprehensive Income (5+6)	(3,670)	(31,684)	4,707	(21,406)
8	Paid up equity share capital (Face value of INR 10)	12,379	12,373	12,317	12,373
9	Preference share capital	1,207	1,207	1,207	1,207
10	Other equity				3,56,245
11	Earnings per share (* not annualised)				
	Basic (INR)	*(3.76)	*(26.42)	*4.53	(20.83)
	Diluted (INR)	*(3.76)	*(26.42)	*4.32	(20.83)

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			Year ended
	30 June 2021	31 March 2021	30 June 2020	31 March 2021
	Unaudited	Unaudited	Unaudited	Audited
Revenue from operations (including other income)	24,560	26,724	31,845	1,19,327
Profit / (loss) before tax	(5,544)	(33,892)	4,608	(25,711)
Profit / (loss) after tax	(4,149)	(31,173)	4,321	(24,147)
Total comprehensive Income	(4,138)	(31,154)	4,309	(24,146)

2. The Company during the quarter ended 30 June 2021 has allotted 64,400 equity shares of INR 10 each fully paid, on exercise of stock options by eligible employees, in accordance with the Company's Employee Stock Option Schemes.
3. The Secured Listed Non-Convertible Debentures of the Company as on 30 June 2021 are secured by first pari-passu charge on a freehold land owned by the Company and/or standard receivables and / or cash / cash equivalent and / or such other asset as mentioned in the respective Offer Document. The total asset cover required thereof has been maintained as per the terms and conditions stated in the respective Offer Document.



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- 4 Estimation uncertainty relating to COVID-19 global health pandemic:
In assessing the recoverability of loans, receivables, goodwill and investments, the Group has considered internal and external sources of information, economic forecasts and industry reports upto the date of approval of these financial results. The Group has developed estimates and applied management overlays for the purpose of determination of the provision for impairment of financial assets.
The full extent of impact of the pandemic on the Group's operations and financial performance (including impact on carrying value of Goodwill and impairment allowances for financial asset) will depend on future developments including governmental and regulatory measures and the Group's responses thereto, which are highly uncertain at this time.
Further, in view of the matters mentioned above, the Group is regularly assessing and monitoring the impact of the Novel Coronavirus (COVID-19) pandemic on its liquidity and ability to repay its obligations as and when they are due. Based on the foregoing and necessary stress tests considering various scenarios, management believes that the Group will be able to pay its obligations as and when these become due in the foreseeable future.
- 5 The comparative financial information of the Group for the quarter ended 30 June 2020 is prepared in accordance with Ind AS included in financial information have been reviewed by the predecessor auditors. The report of the predecessor auditor on these comparative financial information expressed an un-modified conclusion.
- 6 The unaudited consolidated financial results of IndoStar Capital Finance Limited ("the Company") and its subsidiaries (together referred to as "the Group") for the quarter ended 30 June 2021 have been reviewed by the Audit Committee and subsequently approved at the meeting of the Board of Directors held on 12 August 2021. The unaudited consolidated financial results have been subjected to limited review by the Statutory Auditor of the Company.
- 7 Segment wise revenue, results, total assets and total liabilities in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended.

Sr. No.	Particulars	Quarter ended			Year ended
		30 June 2021	31 March 2021	30 June 2020	31 March 2021
		Unaudited	Unaudited	Unaudited	Audited
	Gross segment revenue from continuing operations				
(a)	Large corporate	5,869	5,766	10,003	34,015
(b)	SME	4,519	5,357	4,355	18,225
(c)	Commercial vehicles	11,760	12,920	15,114	55,565
(d)	Housing finance	2,992	1,935	2,629	13,407
(e)	Unallocated	1,386	1,931	1,243	7,504
	Segment revenue from continuing operations	26,526	27,909	33,344	1,28,716
	Segment results				
(a)	Large corporate	2,233	(3,447)	3,605	4,073
(b)	SME	(1,324)	(311)	1,641	2,594
(c)	Commercial vehicles	(1,715)	(25,813)	3,261	(15,736)
(d)	Housing finance	606	(688)	1,360	3,867
(e)	Unallocated	(4,725)	(4,292)	(4,814)	(16,687)
	Profit/(loss) before tax	(4,925)	(34,551)	5,053	(21,889)
	Segment assets				
(a)	Large corporate	2,03,162	2,07,024	2,95,176	2,07,024
(b)	SME	1,34,645	1,42,953	1,36,829	1,42,953
(c)	Commercial vehicles	3,69,221	3,64,226	4,07,358	3,64,226
(d)	Housing finance	95,658	88,811	83,937	88,811
(e)	Unallocated	1,55,554	2,05,144	2,30,262	2,05,144
	Total assets	9,58,240	10,08,158	11,53,562	10,08,158
	Segment liabilities				
(a)	Large corporate	1,21,300	1,25,571	1,84,461	1,25,571
(b)	SME	86,261	91,462	88,274	91,462
(c)	Commercial vehicles	2,50,578	2,51,980	3,32,692	2,51,980
(d)	Housing finance	73,642	67,280	65,537	67,280
(e)	Unallocated	63,547	1,02,040	87,479	1,02,040
	Total liabilities	5,95,328	6,38,333	7,58,443	6,38,333

- 8 During the previous 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 period have been regrouped/restated to make them comparable with current period.
- 9 The Board of Directors of the Company at their meeting held on 17 June 2021 declared and approved payment of dividend due on 1,20,68,966 Compulsorily Convertible Preference Shares of face value Rs. 10 each allotted on 27 May 2020 (CCPS), at rate of 10% p.a. calculated on the issue price (Rs. 290 per CCPS) amounting to Rs. 3,889 lakhs (dividend – Rs. 3,500 lakhs and withholding tax - Rs. 389 lakhs) for the period from 27 May 2020 to 26 May 2021, pursuant to terms approved by the Shareholders of the Company and fixed the Record Date for the purpose of determining entitlement of CCPS holders for payment of said dividend as Thursday, 17 June 2021.
- 10 The figures for the quarter ended 31 March 2021 are the balancing figures between audited figures in respect of full financial year and unaudited published year to date figures up to the third quarter for previous financial year.
- 11 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.



Place: Mumbai
Date: 12 August 2021

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

R. Sridhar

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 ended June 30, 2021 (“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 4 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.

For DELOITTE HASKINS & SELLS LLP
Chartered Accountants
(Firm's Registration No. 117366W/W-100018)



Neville M. Daruwalla
(Partner)
(Membership No. 118784)
(UDIN: 21118784AAAAEH1832)

Place: Mumbai
Date: August 12, 2021