

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 STANDALONE 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	22,256	24,300	30,400	1,10,560
	Fees and commission income	1,276	551	894	3,143
	Net gain on fair value changes	978	1,585	551	4,803
	Net gain on derecognition of financial instruments measured at amortised cost category	-	274	-	274
	Total revenue from operations	24,510	26,710	31,845	1,18,780
	(b) Other income	50	14	-	547
	Total income (a+b)	24,560	26,724	31,845	1,19,327
2	Expenses				
	(a) Finance costs	13,447	15,373	18,154	69,225
	(b) Net loss on derecognition of financial instruments measured at amortised cost category	2	-	-	-
	(c) Impairment on financial instruments	8,108	37,698	2,304	45,241
	(d) Employee benefits expenses	4,410	3,561	4,270	15,563
	(e) Depreciation and amortisation expense	766	791	737	3,149
	(f) Other expenses	3,371	3,193	1,772	11,860
	Total expenses (a+b+c+d+e)	30,104	60,616	27,237	1,45,038
3	Profit / (loss) before tax (1-2)	(5,544)	(33,892)	4,608	(25,711)
4	Tax expenses				
	Current tax	-	-	-	-
	Tax credit of earlier years	-	457	-	457
	Deferred tax	(1,395)	(3,176)	287	(2,021)
	Total tax expenses	(1,395)	(2,719)	287	(1,564)
5	Profit / (loss) after tax (3-4)	(4,149)	(31,173)	4,321	(24,147)
6	Other comprehensive income, net of tax				
	(a) Items that will not be reclassified to profit or loss	11	24	(12)	6
	(b) Items that will be reclassified to profit or loss	-	(5)	-	(5)
	Total other comprehensive income, net of tax	11	19	(12)	1
7	Total comprehensive Income (5+6)	(4,138)	(31,154)	4,309	(24,146)
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				3,54,317
11	Earnings per share (* not annualised)				
	Basic (INR)	*(4.14)	*(26.00)	*4.15	(23.14)
	Diluted (INR)	*(4.14)	*(26.00)	*3.95	(23.14)

Notes

- 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.
- The Company has provided segmental information in the consolidated results as per Ind AS 108 - Operating Segments.
- 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.



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 STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30 JUNE 2021

- 4 The unaudited standalone financial results of IndoStar Capital Finance Limited ("ICFL" or "the Company") 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 financial results have been subjected to limited review by the Statutory Auditor of the Company.
- 5 Estimation uncertainty relating to COVID-19 global health pandemic:
In assessing the recoverability of loans, receivables, goodwill and investments, the Company has considered internal and external sources of information, economic forecasts and industry reports upto the date of approval of these financial results. The Company 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 Company's operations and financial performance (including impact on carrying value of Goodwill and impairment allowances for financial assets) will depend on future developments including governmental and regulatory measures and the Company's responses thereto, which are highly uncertain at this time.
Further, in view of the matters mentioned above, the Company 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 Company will be able to pay its obligations as and when these become due in the foreseeable future.
- 6 The comparative financial information of the Company 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.
- 7 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.
- 8 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.
- 9 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.
- 10 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 STANDALONE FINANCIAL RESULTS

TO THE BOARD OF DIRECTORS OF INDOSTAR CAPITAL FINANCE LIMITED

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results of **INDOSTAR CAPITAL FINANCE LIMITED** ("the Company"), for the quarter ended June 30, 2021 ("the Statement"), being submitted by the Company 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 Company's Management and approved by the Company'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 the Company'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. Based on our review conducted 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**

5. 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.

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



A handwritten signature in blue ink, appearing to read "N. Daruwalla".

Neville M. Daruwalla
(Partner)
(Membership No. 118784)
(UDIN: 21118784AAAAEG3339)

Place: Mumbai
Date: August 12, 2021