

EFCL/SEC/2022/24

August 3, 2022

**BSE Limited**

P J Towers, Dalal Street,  
Fort,  
Mumbai – 400 001.

Dear Sir/ Madam,

**Sub.: Outcome of Board Meeting**

In accordance with the provisions of Regulations 51, 52 and all other applicable provisions of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, we would like to inform you that the Board of Directors of the Company (the Board) at its Meeting held today, has *inter alia* approved the standalone unaudited financial results of the Company for the quarter ended June 30, 2022 (the Results). The copies of the Results together with the Limited Review Report issued by the Auditors of the Company are enclosed. The Auditors have issued an unmodified opinion on the Results.

The meeting of the Board commenced at 3.00 p.m. and concluded at 3.45 p.m.

Kindly take the same on record.

Thanking you,

Yours faithfully,

**For Edel Finance Company Limited**

**Tarun Khurana**  
**Company Secretary**

Encl.: as above



**DHIRAJ & DHEERAJ**  
CHARTERED ACCOUNTANTS

**Independent Auditor's Review Report for the quarter ended unaudited standalone financial results of the Company pursuant to Regulation 52(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended**

**Review Report to  
The Board of Directors  
Edel Finance Company Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results of Edel Finance Company Limited (the "Company") for the quarter ended June 30, 2022 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 52(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
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 Indian Accounting Standard 34, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review of interim financial information consists of making inquiries, primarily of persons 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 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 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 Ind AS 34 prescribed under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. The comparative figures for the quarter ended June 30 2021, included in these results, are based on the management certified financial results for the period then ended. Our conclusion is not modified in respect of this matter.

**For Dhiraj and Dheeraj  
Chartered Accountants  
ICAI Firm Registration Number: 102454W**

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**Shailendra Dadhich  
Partner  
Membership No. 425098  
UDIN: 22425098AODVLH8114  
Place: Mumbai  
Date: August 3, 2022**

**Standalone financial results for quarter ended June 30, 2022**

Particulars	(₹ in Crores)			
	Quarter Ended		Year ended	
	June 30, 2022 (Unaudited)	March 31, 2022 (Audited) (Refer note 6)	June 30, 2021 (Unaudited)	March 31, 2022 (Audited)
<b>1 Revenue from operations</b>				
(a) Interest income	29.07	5.93	9.14	25.24
(b) Net gain / (loss) on fair value changes	(13.14)	12.53	29.16	94.49
<b>Total revenue from operations</b>	<b>15.93</b>	<b>18.46</b>	<b>38.30</b>	<b>119.73</b>
2 Other income	44.89	65.02	3.79	68.93
<b>3 Total Income (1+2)</b>	<b>60.82</b>	<b>83.48</b>	<b>42.09</b>	<b>188.66</b>
<b>4 Expenses</b>				
(a) Finance costs	54.54	41.59	43.31	176.65
(b) Impairment on financial instruments	0.31	(0.22)	0.30	0.53
(c) Employee benefits expense	0.04	0.19	0.34	1.14
(d) Depreciation and amortisation expense	-	0.01	0.07	0.21
(e) Other expenses	0.60	1.50	1.02	4.38
<b>Total expenses</b>	<b>55.49</b>	<b>43.07</b>	<b>45.04</b>	<b>182.91</b>
<b>5 Profit/ (Loss) before tax (3-4)</b>	<b>5.33</b>	<b>40.41</b>	<b>(2.95)</b>	<b>5.75</b>
<b>6 Tax expense</b>				
Current tax	-	-	0.01	0.01
Deferred tax	0.49	(0.72)	-	(16.44)
<b>7 Net Profit/ (Loss) for the period (5-6)</b>	<b>4.84</b>	<b>41.13</b>	<b>(2.96)</b>	<b>22.18</b>
8 Other Comprehensive Income / (Loss)	-	(0.06)	-	(0.07)
<b>9 Total Comprehensive Income/ (Loss) (7+8)</b>	<b>4.84</b>	<b>41.07</b>	<b>(2.96)</b>	<b>22.11</b>
<b>10 Earnings Per Share (₹) (Face Value of ₹ 100/- each)</b>				
- Basic (Refer note 5)	0.67	5.70	(0.53)	3.07
- Diluted (Refer note 5)	0.67	5.70	(0.53)	3.07

Notes:

- Edel Finance Company Limited (the 'Company' / 'EFCL') has prepared unaudited financial results (the 'Statement') for the quarter ended June 30, 2022 in accordance with Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended (the 'Listing Regulations, 2015') and the Accounting Standards specified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 as amended and the relevant provision of the Companies Act, 2013, as applicable.
- The above financial results of the Company for the quarter ended June 30, 2022 have been reviewed and recommended by the Audit Committee and approved by the Board of Directors at their respective meetings held on August 3, 2022.
- The above financial results of the Company for the quarter ended June 30, 2022 have been subjected to limited review by the Statutory Auditors of the Company and the auditors have issued an unmodified review report.
- The Indian Parliament has approved the Code on Social Security, 2020 which subsumes the Provident Fund and the Gratuity Act and rules there under. The Ministry of Labour and Employment has also released draft rules thereunder on November 13, 2020, and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company will evaluate the rules, assess the impact, if any, and account for the same once the rules are notified and become effective.
- Earnings per share for the quarter ended June 30, 2022, March 31, 2022 and June 30, 2021 are not annualised.
- The figures for the quarter ended March 31, 2022 are the balancing figures between audited figures in respect of year ended March 31, 2022 and reviewed figures of nine months ended December 31, 2021.
- Figures for the previous period/ year have been regrouped/ reclassified wherever necessary to confirm to current period/ year presentation.

On behalf of the Board of Directors

**VIDYA** Digitally signed  
 by VIDYA SHAH  
**SHAH** Date: 2022.08.03  
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**Vidya Shah**  
 Director  
 DIN: 00274831

Mumbai, August 3, 2022

## Annexure

- i) Pursuant to Regulation 52(7) of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015, we hereby confirm that issue proceeds of Non-Convertible Debentures (NCDs) issued by the Company and outstanding as at June 30, 2022 are being utilised as per the objects stated in the offer document. Further, we also confirm that there have been no deviations in the use of proceeds of issue of NCDs from the objects stated in the offer document.
- ii) Pursuant to Regulation 54 of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015, we would like to state that all secured & redeemable debt securities issued by the Company and outstanding as on June 30, 2022 are fully secured by first charge/ pari passu charge, as the case may be, on the mortgaged premises and on receivables, stock in trade and listed / unlisted holdings, investments of the Company as stated in the respective Debenture Trust Deeds. Accordingly, the Company is maintaining asset cover of 1x or such higher asset cover required as per the terms of offer document/ Information Memorandum and additional security clause.
- iii) Information as required pursuant to Regulation 52 (4) of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015

	Particulars	Quarter ended	Year ended
		June 30, 2022 (Unaudited)	March 31, 2022 (Audited)
1	Debt-equity ratio (Refer note 1)	1.38	1.40
2	Net worth (Rs. in Crores) (Refer note 2)	1,262.94	1,258.10
3	Debt Service Coverage Ratio (DSCR) (Refer note 3)	NA	NA
4	Interest Service Coverage Ratio (ISCR) (Refer note 3)	NA	NA
5	Outstanding redeemable preference shares (no.of shares)	Nil	Nil
6	Capital redemption reserve (Rs. in Crores)	8.43	8.43
7	Debenture redemption reserve (Refer note 4)	Nil	Nil
8	Net profit/ (loss) after tax (Rs.in Crores)	4.84	22.18
9	Earnings Per Share (₹) (Face Value of ₹ 100/- each)		
	- Basic (Refer note 5)	0.67	3.07
	- Diluted (Refer note 5)	0.67	3.07
10	Total debt to Total assets (%) (Refer note 6)	57.88%	58.24%
11	Sector specific relevant ratios		
	a) Investments & loans to group companies as a proportion of Net Assets (%)	99.98%	99.98%
	b) Investments in equity shares and compulsorily convertible instruments of group companies as a proportion of Net Assets (%)	78.85%	78.77%
	c) Capital Adequacy Ratio (%) [Adjusted Net worth / Risk Weighted Assets]	38.48%	41.05%
	d) Leverage Ratio (Times) [Outside liabilities / Adjusted Networth]	1.62	1.46

### Notes:

- 1 Debt-equity Ratio = Total debt (Debt securities + Borrowings (other than debt securities) + Subordinated liabilities) / Net worth
- 2 Net worth = Equity share capital + Instruments entirely equity in nature + Other equity
- 3 The Company, being Core Investment Company (CIC), this disclosure is not applicable pursuant to Regulation 52 (4) of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015.
- 4 As per Rule 18(7)(b)(ii) of the Companies (Share Capital and Debentures) Rules, 2014 the Company, being Core Investment Company (CIC), is not required to create debenture redemption reserve in respect of privately placed debentures.
- 5 Earnings per share for the quarter ended June 30, 2022 is not annualised.
- 6 Total debt to Total assets = (Debt securities + Borrowings (other than debt securities) + Subordinated liabilities) / Total assets
- 7 Current ratio, Long term debt to working capital, Bad Debts to account receivables ratio, Current liability ratio, Debtors turnover, Inventory turnover, Operating margin (%) and Net profit margin (%) are not applicable owing to the business model of the Company.