

January 28, 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 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:-

1. Unaudited Financial Results (the Results) of the Company for the quarter and nine months ended December 31, 2021. The copies of the Results together with the Limited Review Report issued by the Auditors of the Company are enclosed; and
2. raising of funds by issue of Non-convertible Debentures for an amount not exceeding Rs. 1,000 crores, in one or more tranches, on a private placement basis.

The meeting of the Board commenced at 9.45 a.m. and concluded at 10.10 a.m.

Kindly take the same on record.

Thanking you,

Yours faithfully,
For Edelweiss Rural & Corporate Services Limited

Shailly Kedia
Company Secretary

Encl.: as above

Independent Auditor's Review Report on the Quarterly and Year to Date Unaudited Standalone Financial Results of the Company Pursuant to the Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Review Report to
The Board of Directors
Edelweiss Rural & Corporate Services Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results of Edelweiss Rural & Corporate Services Limited (the "Company") for the quarter ended December 31, 2021 and year to date from April 01, 2021 to December 31, 2021 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. The Company's Management is responsible for the preparation of the Statement 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 and in compliance with Regulation 52 of the Listing Regulations. The Statement has been approved by the Company's Board of Directors. 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 Indian Accounting Standards ('Ind AS') specified 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. We draw attention to Note 5 to the Statement, which describes the uncertainty caused by Novel Coronavirus (COVID-19) pandemic and its related events which could impact the Company's estimates of impairment of loans and investments, and that such estimates may be affected by the severity and duration of the pandemic. Our conclusion is not modified in respect of this matter.

For S.R. BATLIBOI & Co. LLP
Chartered Accountants
ICAI Firm registration number: 301003E/E300005

SHRAWAN
BHAGWATI
JALAN

Digitally signed by SHRAWAN
BHAGWATI JALAN
DN: cn=SHRAWAN BHAGWATI
JALAN, c=IN, o=Personal,
email=shrawan.jalan@srb.in
Date: 2022.01.28 10:45:16 +05'30'

per Shrawan Jalan
Partner
Membership No.: 102102
UDIN: 22102102AAAABS2369

Mumbai
January 28, 2022

Edelweiss Rural & Corporate Services Limited

Corporate Identity Number-U45201TG2006PLC078157

Regd. Off: 2nd Floor, M.B. Towers, Plot No 5, Road No 2, Banjara Hills, Hyderabad-500034

Tel: +040-4031-6900



Financial Results for the quarter and nine months ended December 31, 2021

(Rs.In Crores)

Particulars	Quarter Ended			Nine Months Ended		Year Ended
	December 31, 2021 (Unaudited)	September 30, 2021 (Unaudited)	December 31, 2020 (Unaudited)	December 31, 2021 (Unaudited)	December 31, 2020 (Unaudited)	March 31, 2021 (Audited)
1 Revenue from operations						
(a) Interest income	107.10	89.89	123.59	336.63	298.46	386.66
(b) Dividend income	-	-	-	-	-	0.48
(c) Fee and commission income	18.46	17.73	27.77	55.67	110.03	120.58
(d) Net gain/(loss) on fair value changes	(1.75)	(13.82)	(36.32)	(56.86)	(47.32)	(47.76)
(e) Sale of commodities	70.45	165.52	105.01	235.97	171.53	171.71
(f) Rental income	9.52	8.58	18.82	28.75	64.14	78.04
Total revenue from operations	203.78	267.90	238.87	600.16	596.84	709.71
2 Other income	0.11	1.11	0.03	3.88	6.71	9.14
3 Total Income (1+2)	203.89	269.01	238.90	604.04	603.55	718.85
4 Expenses						
(a) Finance costs	148.07	120.37	124.85	378.43	353.37	473.49
(b) Employee benefits expense	29.27	13.35	16.41	47.28	62.63	113.68
(c) Depreciation and amortisation expense	21.38	6.13	10.53	34.41	33.01	42.04
(d) Purchase of commodities	70.39	165.48	101.37	235.87	129.26	129.26
(e) Changes in inventories	-	-	3.60	-	43.51	43.61
(f) Impairment (gain)/loss on financial instruments	1.62	(7.92)	45.46	(11.17)	48.55	701.93
(g) Other expenses	16.15	12.26	17.24	42.66	61.67	104.80
Total expenses	286.88	309.67	319.46	727.48	732.00	1,608.81
5 Profit/(Loss) before tax (3-4)	(82.99)	(40.66)	(80.56)	(123.44)	(128.45)	(889.96)
6 Tax expense						
Current tax	-	-	(7.38)	-	(7.38)	(2.42)
Deferred tax	3.92	0.52	(0.81)	6.15	(16.31)	29.99
7 Net Profit / (Loss) for the period (5-6)	(86.91)	(41.18)	(72.37)	(129.59)	(104.76)	(917.53)
8 Other Comprehensive Income	0.29	0.28	1.58	0.86	1.35	1.14
9 Total Comprehensive Income (7+8)	(86.62)	(40.90)	(70.79)	(128.73)	(103.41)	(916.39)
10 Earnings Per Share (₹) (Face Value of ₹ 10/- each)						
- Basic (Not annualised)	(13.26)	(6.28)	(18.19)	(19.78)	(26.34)	(228.33)
- Diluted (Not annualised)	(13.26)	(6.28)	(18.19)	(19.78)	(26.34)	(228.33)

1	Edelweiss Rural & Corporate Services Limited (the 'Company') has prepared unaudited financial results (the 'Statement') for the quarter and nine months ended December 31, 2021 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.
2	The above unaudited financial results of the Company are reviewed and recommended by the Audit Committee and have been approved by the Board of Directors at its meeting held on January 28, 2022.
3	The above financial results for the quarter and nine months ended December 31, 2021 have been subjected to Limited Review by the Statutory Auditors of the Company and the auditors have issued an unmodified review report.
4	Edelweiss Custodial Services Limited ("ECDSL"), an erstwhile subsidiary of the Edelweiss Financial Services Company ("EFSL"), challenged an order, by an investigating agency, marking lien on its clearing account, before the 47th Additional Chief Metropolitan Magistrate Court ("ACMM"), Mumbai. Since the investigation against the trading member, for which ECDSL was a clearing member, is still under process, the said investigative agency contended that it had no objection to setting aside the lien order upon ECDSL providing an undertaking to keep sufficient assets unencumbered. The matter is subjudice and has been listed for further hearing. On behalf of ECDSL, the Company has since provided the undertaking to keep sufficient assets amounting to Rs.251.95 crores belonging to the Company unencumbered and consequently the said lien order on ECDSL's clearing bank account has been set aside on October 01, 2020. The Company has been represented by ECDSL that it has acted in accordance with the agreement entered with the trading member and in accordance with applicable laws and regulations. Accordingly, there is no adjustment required in the financial results for the quarter and nine months ended December 31, 2021.

5	The uncertainty on account of COVID-19 outbreak continues to have adverse effect across the world economy including India. However, recent results from the industry is showing signs of revival signaling a return in economic growth. The impact of the COVID-19 pandemic, on Company's results, including gain/loss on fair value changes, investment, remains uncertain and dependent on actual visibility of growth over coming quarters and steps taken by the government and other regulators to mitigate the economic impact and foster speedier growth. Further, the Company has assessed the impact of the COVID-19 pandemic on its liquidity and ability to repay its obligations as and when they are due. Management has considered various financial support from banks and other fundraising opportunities in determining the Company's liquidity position over the next 12 months. 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. In assessing the recoverability of loans, receivables, deferred tax assets and investments, the Company has considered internal and external sources of information, including credit reports, economic forecasts and industry reports up to the date of approval of these financial results. Since the situation continue to evolve, its effect on the operations of the Company may be different from that estimated as at the date of approval of these financial results. The Company will continue to closely monitor material changes in markets and future economic conditions.
6	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.
7	During the quarter, the Company has discontinued its agri warehousing and related business activities. The loss before tax of agri warehousing and related business activities for the quarter ended December 31, 2021 and September 30, 2021 is Rs. 0.87 crores and Rs. 2.87 crores respectively.
8	The figures for the quarter ended December 31, 2021 and December 31, 2020 are the balancing figures between reviewed figures in respect of the nine months ended December 31, 2021 and December 31, 2020 and the reviewed figures for the half year ended September 30, 2021 and September 30, 2020 respectively.
9	Figures for the previous period/year have been regrouped/reclassified wherever necessary to conform to current period/year presentation.

For and on behalf of the Board of DirectorsDigitally signed by
Ananya Suneja
Date: 2022.01.28
10:11:26 +05'30'**Ananya Suneja**
Executive Director
DIN.: 007297081Place : Mumbai
Date : January 28, 2022

Annexure 'A'

(i) Pursuant to Regulation 54 of the SEBI (Listing obligations and Disclosure Requirements) Regulations, 2015, we would like to state that all secured Non-Convertible Debentures (NCDs) issued by the Company and outstanding as on December 31, 2021 are fully secured by way of mortgage of identified immovable property as stated in the respective debenture trust deed(s) and/or by way of charge/hypothecation of book debts/loan receivables or both, on first pari-passu basis, to the extent stated in the respective information memorandum. Accordingly, the Company is maintaining asset cover of 1.1x or such higher asset cover required as per the terms of offer document/Information Memorandum.

(ii) Information as required pursuant to Regulation 52 (4) of SEBI (Listing Obligations and Disclosures Requirements) Regulations, 2015.

Sr No	Particulars	Nine Months Ended		Year Ended
		December 31, 2021 (Unaudited)	December 30, 2020 (Unaudited)	March 31, 2021 (Audited)
1	Debt-equity Ratio (Refer note 1)	14.38	14.22	8.48
2	Net worth (Rs.in Crores) (Refer note 2)	328.55	316.80	453.80
3	Debt Service Coverage Ratio (Refer note 3)	0.11	0.07	(0.45)
4	Interest Service Coverage Ratio (Refer note 3)	0.67	0.67	(0.88)
5	Outstanding redeemable preference shares (no.of shares)	2,20,45,000	2,20,45,000	2,20,45,000
6	Outstanding redeemable preference shares capital (Rs.in Crores)	219.03	249.44	204.79
7	Capital redemption reserve (Rs.in Crores)	3.00	3.00	3.00
8	Debenture redemption reserve (Rs.in Crores)	235.62	235.62	235.62
9	Net profit after tax (Rs.in Crores)	(129.59)	(104.76)	(917.53)
10	Earnings Per Share(Face Value of Rs10/- each)	(19.78)	(26.34)	(228.33)
11	Total Debts/ Total Assets (Refer note 4)	0.91	0.91	0.86

Note :

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. DSCR = Profit before interest and tax / (Interest expense + Principal repayment in next six months)
ISCR = Profit before interest and tax / Interest expense
4. Total debt to Total assets = (Debt securities + Borrowings other than debt securities + subordinated liabilities) / Total assets.
5. Current ratio, Long term debt to working capital, Bad Debts to account receivables ratio, Current liability ratio, Debtors turnover, Inventory turnover and Operating margin (%), Net Profit Margin (%) are not applicable owing to the business model of the company.

