

ERCSL/ Sec/ 2020-111

October 30, 2020

BSE Limited

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

Dear Sir / Madam,

Sub.: Outcome of the Board Meeting- October 29, 2020

Pursuant to the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the Regulations), this is to inform you that the Board of Directors of the Company at their meeting held on October 29, 2020 have approved the Unaudited Financial Results for the half year ended September 30, 2020, accordingly, we are enclosing herewith the following:

- i. A copy of the Unaudited Financial Results of the Company for the half year ended September 30, 2020 together with the Limited Review Report of the Auditors' thereon;

M/s. S. R. Batliboi & Co. LLP, the Auditors of the Company have issued an unmodified opinion on the half yearly financial Results;
- ii. Information as required pursuant to Regulation 52(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015; and
- iii. Information as required pursuant to Regulation 52(7) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular No. SEBI/HO/DDHS/08/2020 dated January 17, 2020 regarding statement indicating deviation or variation in the use of proceeds of Listed Non- Convertible debentures.

Certificate of the Debenture Trustees as required pursuant to Regulation 52(5) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 will be submitted in due course.

Kindly take the same on record.

Thanking you,

For Edelweiss Rural & Corporate Services Limited

Rupa Agarwal
Company Secretary

End: As above

Edelweiss Rural & Corporate Services Limited

(formerly known as Edelweiss Commodities 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
 Corporate Off: Edelweiss House, Off C.S.T. Road, Kalina, Mumbai - 400 098 Tel: 022-4009 4400 Fax: 022- 4086 3610

Unaudited Financial Results for the half year ended September 30, 2020

Statement of Profit and Loss		(Rs. In Crores except per share data)		
Particulars	Half Year Ended		Year Ended	
	September 30, 2020 (Unaudited)	September 30, 2019 (Unaudited)	March 31, 2020 (Audited)	
1 Revenue from operations				
Operating revenue	291.45	394.70	712.69	
Sale of commodities	66.52	489.78	899.85	
2 Other income	6.68	2.12	1.00	
3 Total Revenue (1+2)	364.65	886.60	1,613.54	
4 Expenses				
(a) Purchases of commodities	27.89	549.42	764.33	
(b) Changes in stock-in-trade of commodities	39.91	(60.85)	125.52	
(c) Employee benefits expense	46.22	64.52	118.15	
(d) Finance costs	228.52	269.28	525.60	
(e) Impairment on financial instruments	3.09	37.10	286.83	
(f) Depreciation and amortisation expense	22.48	18.56	37.90	
(g) Other expenses	44.43	73.10	155.85	
Total expenses	412.54	951.13	2,014.18	
5 (Loss) /Profit before tax (3-4)	(47.89)	(64.53)	(400.64)	
6 Tax expenses:				
(1) Current tax	-	(4.68)	(4.41)	
(2) Deferred tax	(15.50)	(20.35)	(138.99)	
7 Net Profit/(Loss) after tax (5-6)	(32.39)	(39.50)	(257.24)	
8 Other Comprehensive Income				
(i) Items that will not be reclassified to profit or loss	0.12	0.11	154.30	
(ii) Income tax relating to items that will not be reclassified to profit or loss	(0.35)	(0.31)	(53.92)	
9 Total Comprehensive Income (7+8)	(32.62)	(39.70)	(156.86)	
10 Earnings per equity share in Rupees (Face Value of Rs. 10/- Per Share)				
(1) Basic (Not annualised)	(8.14)	(9.93)	(64.68)	
(2) Diluted (Not annualised)	(8.14)	(9.93)	(64.68)	
Notes:				
1	The above unaudited financial results of the Company are reviewed and recommended by the Audit Committee and have been taken on record by the Board of Directors at its meeting held on 29 October, 2020. The Statutory Auditors have carried out "Limited Review" of the half year ended September 30, 2020 and auditor's have issued unmodified review report.			
2	For the items referred in sub-clauses (a), (b), (d) and (e) of the Regulation 52 (4) of the SEBI (Listing and Other Disclosure Requirements) Regulations, 2015, the pertinent disclosures have been made to the Wholesale Debt Segment of BSE Limited and the Company's website - https://www.edelweissfin.com/web/edelweiss/investor-services .			
3	Consequent to the outbreak of COVID – 19 pandemic, the Indian Government had announced a lockdown in March 2020. Subsequently, the lockdown has been lifted by the Government for certain activities in a phased manner outside specific containment zones. The impact of COVID – 19, including changes in customer behaviour and pandemic fears, as well as restrictions on business and individual activities, has led to volatility in global and Indian financial markets and decrease in global and local economic activity, which may persist even after the restrictions related to the COVID – 19 are lifted, while there has been some improvement in economic activities during the current quarter. The extent to which the COVID – 19 will continue to impact Company's results, including credit quality and provisions, remain uncertain and would depend upon the time taken for economic activities to fully resume and reach normal levels. The Company holds provisions as at September 30, 2020 against the potential impact of COVID – 19 based on the information available at this point in time. The Company has assessed the impact of the COVID-19 pandemic on its liquidity and ability to repay its obligations and considering various other financial support from other banks and other agencies 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.			
4	CDPQ Private Equity Asia Pte. Ltd. (CDPQ), holder of Non-cumulative convertible preference shares (CCPS) of Edelweiss Asset Reconstruction Company Limited (EARC), a fellow subsidiary of the Company, had on July 15, 2019 given a put intimation notice to fellow subsidiaries viz., Edelweiss Custodial Services Limited (ECSL) and ECL Finance Limited (ECL) in accordance with Option Agreement dated November 14, 2017. The Option Agreement required ECSL and ECL to buy these CCPS at an agreed fair value. EARC had applied to Reserve Bank of India (RBI) which gave its no objection on February 17, 2020 in the name of the Company and Ecap Equities Limited (a fellow subsidiary). As the companies and CDPQ have not completed fair value of the put security in accordance with the put agreement, CDPQ has not exercised its put option.			
5	Edelweiss Custodial Services Limited ("ECDSL"), a fellow subsidiary of the Company, challenged an order, by an investigating agency, marking lien on its clearing account, before the 47th Additional Chief Metropolitan Magistrate Court, Mumbai. Since the investigation against the trading member, for which ECDSL was a clearing member, is still in initial stage, 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. ECDSL has since provided an undertaking to keep assets amounting to Rs. 251.95 crores belonging to the Company unencumbered and the said lien order has been set aside. Accordingly, there is no adjustment required in the financial results for the half year ended September 30, 2020.			
6	Previous period's / year's figures have been regrouped/reclassified wherever necessary to correspond with the current period's classification/ disclosure.			
	<p>On behalf of the Board of Directors</p> <p>Santosh Bhanwaral Dadheech</p> <p>Santosh Dadheech Executive Director DIN : 00196204</p>			
	<p>Date : October 29, 2020 Place : Mumbai</p>			

Edelweiss Rural & Corporate Services Limited

(formerly known as Edelweiss Commodities 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

Corporate Off: Edelweiss House, Off C.S.T. Road, Kalina, Mumbai - 400 098

**Statement of Assets and Liabilities as at September 30,2020****Balance Sheet**

(Currency: Rupees in Crores)

	As at 30 September 2020 (Unaudited)	As at 31 March 2020 (Audited)
I. ASSETS		
(1) Non-current assets		
(a) Property, Plant and Equipment	253.59	280.18
(b) Capital work in progress	3.42	10.54
(c) Investment property	206.16	211.11
(d) Other Intangible assets	15.90	9.50
(e) Financial Assets		
(i) Investments	1,412.59	1,312.42
(ii) Loans	1,107.44	1,273.83
(iii) Other financial assets	-	0.22
(f) Deferred tax assets (net)	147.92	132.31
(g) Income tax assets (net)	87.28	98.37
(h) Other non-current assets	2.43	2.70
	3,236.73	3,331.18
(2) Current assets		
(a) Inventories	3.70	43.61
(b) Financial Assets		
(i) Stock-in-trade	16.03	81.36
(ii) Investments	0.69	0.44
(iii) Trade & Other receivables	44.29	78.69
(iv) Cash and cash equivalents	147.56	416.72
(v) Bank balances other than cash and cash equivalents	8.67	11.71
(vi) Loans	707.27	956.79
(vii) Other financial assets	334.82	40.18
(c) Current tax assets (net)	54.62	66.92
(d) Other current assets	38.72	41.35
	1,356.37	1,737.77
	4,593.10	5,068.95
EQUITY AND LIABILITIES		
I. Equity		
(a) Equity share capital	39.78	39.78
(b) Other equity	347.82	380.39
	387.60	420.17
II. LIABILITIES		
(1) Non-current liabilities		
(a) Financial liabilities		
(i) Borrowings	2,659.96	3,290.38
(ii) Trade payables		
(ii) Other financial liabilities	89.92	105.63
(b) Provisions	1.02	1.08
	2,750.90	3,397.09
(2) Current liabilities		
(a) Financial liabilities		
(i) Borrowings	1,410.58	1,167.95
(ii) Trade payables	32.35	44.92
(iii) Other financial liabilities	5.40	7.19
(b) Other current liabilities	4.71	26.95
(c) Provisions	1.56	4.68
	1,454.60	1,251.69
TOTAL EQUITY AND LIABILITIES	4,593.10	5,068.95

Note

Previous year's figures have been regrouped/reclassified wherever necessary to correspond with the current period's classification/disclosure.

On behalf of the Board of Directors

Santosh
Bhanwarla
Dadheech

Santosh Dadheech
Executive Director
DIN : 00196204

Date : October 29, 2020

Place : Mumbai

Independent Auditor's Review Report on the Half-yearly Unaudited Financial Results of the Company Pursuant to 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 financial results of Edelweiss Rural & Corporate Services Limited (the "Company") for the half year ended September 30, 2020 (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. 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 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 3 to the Statements, which describes the uncertainty caused by Novel Coronavirus (COVID-19) pandemic with respect to 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 opinion 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, o=IN, ou=Personal,
email=shrawan.jalan@srb.in
Date: 2020.10.29 20:44:38 +05'30'

per Shrawan Jalan
Partner
Membership No.:102102

UDIN: 20102102AAAEIM6018
Place of Signature: Mumbai
Date: October 29, 2020

Annexure 'A'

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

With reference to the above, we submit herewith the information for the half year ended September 30, 2020 as mentioned below:

(a) Details of Credit Ratings:

(Rs. in Crores)

Instrument Category	CRISIL	ICRA	CARE	Brickworks
i) Long Term Instruments				
Rating	AA- / Negative	A+ / Negative	AA - / Negative	AA / Negative
Amount in Rs Crores	10,592	12,670.50	1,127.5	550
ii) Short Term Instruments				
Rating	A1+	A1	A1+	A1+
Amount in Rs Crores	15,500	563.50	14,680	500
iii) Market linked debentures				
Short Term				
Rating	-	PP MLD A1	-	-
Amount in Rs Crores	-	300	-	-
			Half Year Ended	
	Particulars		September 30, 2020	September 30, 2019
b	Asset cover available (Refer Note below)		1.10	1.04
c	Net worth* (Rs. in Crores)		387.60	541.29
d	Debt equity ratio Ind AS \$		10.50	8.11
e	Debt Service Coverage Ratio (DSCR) ***		0.20	0.14
f	Interest Service Coverage Ratio (ISCR) ****		0.79	0.76
g	Capital redemption reserve		3.00	3.00
h	Debenture Redemption Reserve		235.62	235.62
i	Redeemable preferences shares (no. of shares)		225,45,000	22,045,000
	Redeemable preferences shares (value in Crores)		243.91	181.71

Asset Cover Available: All Secured NCDs issued by the Company 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.

* Net worth = "Share capital + Reserves and Surplus"

\$ Debt-equity Ratio = Total debt (Long term + Short term + Accrued interest) / (Equity Capital + Reserves)

***DSCR = Profit before interest and tax / (Interest expense + Principal repayment in next six months)

**** ISCR = Profit before interest and tax / Interest expense

(j) Details of previous due date, next due date for the payment of interest and repayment of principal of non convertible debt securities:

Debenture Series	Previous due date for payment of interest / Principal		Whether paid or not	Next due date for payment of interest /principal		Interest/ Principal Amount (Rs. in Crores) (from Oct 1,2020 to March 31,2021)
	(from April 01,2020 to September 30,2020)			(from October 1,2020 to March 31,2021)		
	For Interest	For Principal		For Interest	For Principal	
19-Aug-15	17-Apr-20	17-Apr-20	Yes	-	-	-
13-Dec-16	04-May-20	04-May-20	Yes	-	-	-
09-Feb-17	21-Apr-20	21-Apr-20	Yes	-	-	-
03-Mar-17	01-Jul-20	01-Jul-20	Yes	-	-	-
21-Mar-17	06-May-20	06-May-20	Yes	-	-	-
18-Apr-17	12-May-20	12-May-20	Yes	-	-	-
24-Apr-17	28-Apr-20	28-Apr-20	Yes	-	-	-
12-Jun-17	28-Apr-20	28-Apr-20	Yes	-	-	-
12-Jun-17	02-Jun-20	02-Jun-20	Yes	-	-	-
29-Jun-17	29-Jun-20	29-Jun-20	Yes	-	-	-
30-Jun-17	30-Jun-20	-	Yes	-	-	-
17-Jul-17	02-Jun-20	02-Jun-20	Yes	-	-	-
11-Aug-17	11-Aug-20	11-Aug-20	Yes	-	-	-
13-Sep-17	02-Jun-20	02-Jun-20	Yes	-	-	-
22-Dec-17	-	-	-	22-Dec-20	-	1.85
12-Feb-18	-	-	-	12-Feb-21	12-Feb-21	2,73.82
22-Feb-18	-	-	-	22-Feb-21	-	2.78
23-Jul-18	06-May-20	06-May-20	Yes	-	-	-
02-Aug-18	07-Aug-20	-	Yes	-	-	-
22-Nov-18	28-Apr-20	-	Yes	28-Oct-20	-	3.90
	28-May-20			28-Nov-20	-	4.03
	29-Jun-20			28-Dec-20	-	3.90
	28-Jul-20			28-Jan-21	-	4.03
	28-Aug-20			28-Feb-21	-	4.03
	28-Sep-20			28-Mar-21	-	3.64
19-Dec-18	28-Apr-20	-	Yes	28-Oct-20	-	6.61
	28-May-20			28-Nov-20	-	6.83
	29-Jun-20			28-Dec-20	-	6.61
	28-Jul-20			28-Jan-21	-	6.83
	28-Aug-20			28-Feb-21	-	6.83
	28-Sep-20			28-Mar-21	-	6.17
30-Jan-20	-	-	-	30-Jan-21	-	53.40
26-Mar-20	-	-	-	26-Mar-21	-	5.32

STATEMENT OF DEVIATION OR VARIATION						
Name of listed entity		Edelweiss Rural & Corporate Services Limited				
Mode of Fund Raising		Private placement				
Type of instrument		Non - Convertible Debentures				
Date of Raising Funds		NA				
Amount Raised		Nil				
Report filed for half year ended		30 th September, 2020				
Is there a Deviation / Variation in use of funds raised?		No				
Whether any approval is required to vary the objects of the issue stated in the prospectus/ offer document?		NA				
If yes, details of the approval so required?		NA				
Date of approval		NA				
Explanation for the Deviation / Variation		NA				
Comments of the audit committee after review		NA				
Comments of the auditors, if any		NA				
Objects for which funds have been raised and where there has been a deviation, in the following table		NA				
Original Object	Modified Object, if any	Original Allocation	Modified allocation, if any	Funds Utilised	Amount of Deviation/Variation for the half year according to applicable object (INR Crores and in %)	Remarks, if any
NA						
<i>Deviation could mean:</i> (a) Deviation in the objects or purposes for which the funds have been raised (b) Deviation in the amount of funds actually utilized as against what was originally disclosed.						
Rupa Agarwal Company Secretary						