

January 21, 2019

**BSE Limited**

Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai – 400 051  
**BSE – 511716**

**Subject: Outcome of the Board Meeting of Escorts Finance Limited pursuant to Regulation 30 & Unaudited Financial Results pursuant to Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

Dear Sir,

Pursuant to Regulation 30 and 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please note that the Board in its meeting held today i.e. January 21, 2019 has approved the Unaudited Financial Results (Standalone) of the Company for the quarter and nine months ended December 31, 2018 and Limited Review Report thereon which is attached as Annexure-I.

We further wish to inform you that the Board Meeting held today commenced at 5:00 p.m and concluded at 6:40 p.m

Kindly take the same on record.

Thanking you.

Yours faithfully,

For **Escorts Finance Limited**



**Vicky Chauhan**  
**Company Secretary**



Encl: A/a

**ESCORTS FINANCE LIMITED**

Regd. Office : SCO 64-65, Third Floor, Sector-17A, Chandigarh-160017 CIN : L65910CH1987PLC033652

Website: www.escortsfinance.com, Email:escortsfinance@escorts.co.in; Phone: 0129-2564116

**STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS  
FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2018**

Rs. in Lakhs

Sl. No.	Particulars	Quarter ended			Nine Months ended		Year ended
		31.12.2018	30.09.2018	31.12.2017	31.12.2018	31.12.2017	31.03.2018
		(Unaudited)	(Unaudited)	(Audited)	(Unaudited)	(Unaudited)	(Audited)
1	<b>Income</b>						
	a) Revenue from operations	0.11	1.39	3.32	3.39	13.91	15.90
	b) Other income	0.10	0.14	0.16	0.37	0.34	0.52
	<b>Total Income</b>	<b>0.21</b>	<b>1.53</b>	<b>3.48</b>	<b>3.76</b>	<b>14.25</b>	<b>16.42</b>
2	<b>Expenses</b>						
	a) Employee benefits expense	3.48	4.19	4.10	10.88	10.25	13.31
	b) Finance costs	-	-	0.01	-	0.01	0.01
	c) Depreciation and amortisation expense	-	-	(0.01)	-	-	-
	d) Other expenses	8.96	5.55	5.05	19.37	18.36	279.37
	<b>Total expenses</b>	<b>12.44</b>	<b>9.74</b>	<b>9.15</b>	<b>30.25</b>	<b>28.62</b>	<b>292.69</b>
3	<b>Profit/(loss) before exceptional item &amp; tax (1-2)</b>	<b>(12.23)</b>	<b>(8.21)</b>	<b>(5.67)</b>	<b>(26.49)</b>	<b>(14.37)</b>	<b>(276.27)</b>
4	Exceptional Items	-	-	-	-	-	-
5	<b>Profit/(loss) before tax (3-4)</b>	<b>(12.23)</b>	<b>(8.21)</b>	<b>(5.67)</b>	<b>(26.49)</b>	<b>(14.37)</b>	<b>(276.27)</b>
6	Tax expense (*)	-	-	178.80	-	178.80	178.80
7	<b>Net Profit/(Loss) before tax (5-6)</b>	<b>(12.23)</b>	<b>(8.21)</b>	<b>173.13</b>	<b>(26.49)</b>	<b>164.43</b>	<b>(97.47)</b>
8	Other comprehensive income (OCI)	0.00	-	-	-	-	-
9	<b>Total comprehensive income for the period (7+8)</b>	<b>(12.23)</b>	<b>(8.21)</b>	<b>173.13</b>	<b>(26.49)</b>	<b>164.43</b>	<b>(97.47)</b>
10	Paid-up Equity Share Capital (Face value of Rs.10/- each)	4,017.25	4,017.25	4,017.25	4,017.25	4,017.25	4,017.25
11	Other Equity (excluding revaluation reserve)	-	-	-	-	-	(21,835.16)
12	<b>Earnings per share (of Rs.10/- each) Basic &amp; Diluted (Rs.)</b>	<b>(0.0304)</b>	<b>(0.0204)</b>	<b>0.4310</b>	<b>(0.0659)</b>	<b>0.4093</b>	<b>(0.2426)</b>

- Notes:-**
- The above Standalone Financial Results were reviewed by the Audit committee and approved and taken on record by the Board of Directors in their meeting held on 21 January 2019.
  - The above results are in compliance with Indian Accounting Standards ("Ind AS") notified by the Ministry of Corporate Affairs.
  - The Company has a single reportable segment namely financial services (limited to recovery of loan assets) for the purpose of Ind AS-108.
  - M/s Escorts Benefit Trust (EBT) in terms of the directions of Hon'ble Delhi High Court directed to repay the unpaid fixed deposit liability, maintains adequate funds to repay the matured unpaid fixed deposit liability. During the quarter ended on 31 December 2018, EBT has settled the claims to the extent of Rs. 2.31 lacs by payment to respective fixed deposit holders. The remaining liability towards unclaimed fixed deposits and interest thereon is Rs. 1092.61 lacs as on 31 December 2018 (Rs.1094.92 lacs as on 30 September 2018).
  - Deferred Tax Assets has not been recognised in the books of account as there is no virtual certainty of future taxable income.
  - The Company had accumulated losses as at the close of the preceding financial year and also has incurred losses during nine months ended on 31 December 2018 with its net worth continuing to stand fully eroded. However the Company continues to focus on recovery of old delinquent loan assets through settlement/ compromise /legal action etc. arising out of it's earlier business of the NBF. The management is considering various options in respect of the appropriate business for the Company and therefore the accounts have been prepared on Going Concern Basis.
  - The Company has not obtained Actuarial Valuation with regards to Employee's terminal benefits i.e., Gratuity and Leave Encashment as mandated by Ind AS 19. In the absence of the Actuarial Valuation, the impact thereof on the profit and liabilities of the company cannot be ascertainable. Further, we have been informed by the management that the same will be taken care at the end of the financial year i.e. March 31, 2019.
  - The figures for the previous period have been regrouped / rearranged / reclassified wherever necessary.

For Kapish Jain & Associates,  
Chartered Accountants  
Firm Registration No.022743N

CA Kapish Jain  
Partner  
Membership No. 514162

Place: Faridabad  
Date: 21 January 2019



By Order of the Board  
For Escorts Finance Limited

Pritam Narang  
Whole Time Director  
DIN 00982418



F.R.N. 022743N

# KAPISH JAIN & ASSOCIATES

CHARTERED ACCOUNTANTS

Head Office: 504, B-Wing, Statesman House, 148, Barakhamba Road, New Delhi - 110001 | Phone : +91-11-43708987  
Mobile : +91 9971 921466 | Email : ca.kapish@gmail.com | Website : www.kapishjainassociates.com; www.cakja.com

## Independent Auditor's Review Report on Quarterly Financial Results and Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

### To the Board of Directors of Escorts Finance Limited

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results ("Statement") of **Escorts Finance Limited** ("the Company") for the quarter ended December 31, 2018 ("the Statement") and the year to date results for the period April 01, 2018 to December 31, 2018, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015, read with SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. Our responsibility is to issue a report on the statement based on our review.
2. We conducted our review of the Statement in accordance with the Standard on Review Engagement (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 financial statements are free of material misstatements. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
3. ***Notwithstanding the fact that the net worth of the company is fully eroded, in the opinion of the management, in view of various options being considered by management of the Company, the going concern concept is not vitiated.***
4. ***M/s Escorts Benefit Trust (EBT) in terms of the directions of Hon'ble Delhi High Court directed to repay the unpaid fixed deposit liability, maintains adequate funds to repay the matured unpaid fixed deposit liability. During the quarter ended on 31 December 2018, EBT has settled the claims to the extent of Rs. 2.31 lacs by payment to respective fixed deposit holders. The remaining liability towards unclaimed fixed deposits and interest thereon is Rs. 1092.61 lacs as on 31 December 2018 (Rs.1094.92 lacs as on 30 September 2018).***
5. ***The Company has not deposited an amount of Rs. 1092.61 lacs to the Investor Education and Protection Fund against unpaid fixed deposit liabilities including interest thereon as referred to in paragraph 4 above of this report.***
6. ***There is considerable delay/difficulty in collection of instalments due and recovery of advances, consequently, the Company has, as a matter of prudence, continued with the provisions created earlier amounting to Rs. 703.14 lacs for doubtful trade receivables and Rs. 253.82 lacs for doubtful advances, wherever applicable.***



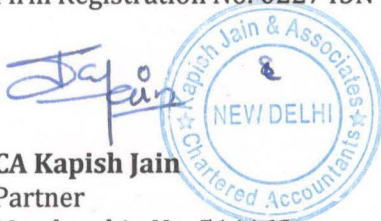
7. **The Company has not obtained Actuarial Valuation with regards to Employee's terminal benefits i.e., Gratuity and Leave Encashment as mandated by Indian Accounting Standard 19 issued by the Institute of Chartered Accountants of India. In the absence of the Actuarial Valuation, the impact thereof on the profit and liabilities of the company cannot be ascertainable.**

*Further, we have been informed by the management that the Actuarial Valuation with regards to Employee's terminal benefits will be taken care at the end of the financial year i.e. March 31, 2019.*

8. The Company is no longer registered with Reserve Bank of India (RBI) as Non Banking Financial Institution (NBFI) after cancellation of it's earlier registration vide RBI letter no DNBS(NDI) S.3242/MSA/06.05.001/2015-16 dated 6th May 2016. Accordingly, the related provisions pertaining to NBFI are currently not applicable to the Company.

9. Based on our review conducted as stated above, **except the effect of the matter described in paragraph 4, 5 & 7 above and possible effects of the matter described in paragraph 3 above**, nothing has come to our attention that causes us to believe that the accompanying statement prepared in accordance with the applicable Indian Accounting Standards specified under section 133 of the Companies Act, 2013 and SEBI Circular No. CIR/CFD/CMD/15/2015 dated November 30, 2015 and CIR/CFD/FAC/62/2016 dated July 05, 2016 and other recognized accounting practices and policies has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **Kapish Jain & Associates,**  
Chartered Accountants  
Firm Registration No. 022743N



**CA Kapish Jain**  
Partner  
Membership No. 514162

Place: Faridabad  
Date: January 21, 2019