

BSE Limited
(Scrip Code: 511066)
Floor 25, P J Towers
Dalal Street
Fort
Mumbai – 400 001

On-line Submission through Listing Centre
Total No. of pages: 33

Dear Sir / Madam,

Outcome of the Board Meeting held on 8th November 2023 - Regulations 23(9), 30, 33, 46, 51, 52, and 54 of the Securities and Exchange Board of India (SEBI) (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations')

We request you to refer our Letter SFL:BSE:BM:147:2023-24 dated 31st October 2023 intimating you of convening of Board Meeting on 8th November 2023 for consideration of unaudited financial results for the quarter ended 30th September 2023 and other matters.

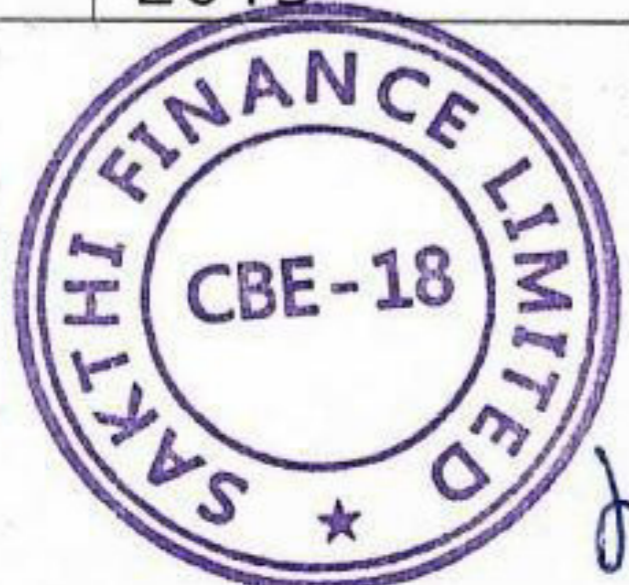
In this regard, we wish to inform you that the Board of Directors of the Company have, at their meeting held today (**i.e., Wednesday, 8th November 2023**), approved the following:

1. Unaudited Financial Results

Unaudited Financial Results for the quarter and half year ended 30th September 2023 in the prescribed format under Regulation 33(4) of the SEBI Listing Regulations 2015.

In this regard, we enclose copies of the following documents:

Sl No	Particulars	Annexure
1	Unaudited Financial Results for the quarter and Half year ended 30th September 2023	A
2	Limited Review Report from the Statutory Auditors, M/s C S K Prabhu & Co., (FRN :002485S), Chartered Accountants, Coimbatore on the unaudited financial results for the quarter and half year ended 30th September 2023	B
3	The extract of results in the prescribed format under Listing Regulations will be published within the stipulated time in the manner laid down under Regulation 47 and 52 of the Listing Regulations in English and Tamil newspapers. The Unaudited Financial Results would also be made available on the website of the Company, www.sakthifinance.com as well as on the website of the BSE Limited, www.bseindia.com .	C
4	Disclosures under Regulation 52(4) of the SEBI Listing Regulations 2015	D




Sakthi Finance
Since 1955

Sl No	Particulars	Annexure
5	Half yearly report on Related Party Transactions as at September 2023 as per Regulation 23(9) of the Listing Regulations	E
6	A Security Cover Certificate for the Secured, listed NCDs from the Statutory Auditors, M/s C S K Prabhu & Co, Chartered Accountants as required under Regulation 54(3) read with Regulation 56(1)(d) of the Listing Regulations	F
7	Certificate on Utilisation of Funds and Statement of Deviation, if any for the quarter ended 30th September 2023 under Regulations 52(7) and 52 (7A) of Listing Regulations with Statutory Auditor's Certificate thereon	G

2. Issue of Securities

In terms of Regulation 30 and Regulation 51 read with Part B of Schedule III to the Listing Regulations and other regulations, as applicable, considered and approved raising of funds by way of Public Issue of Secured, Redeemable, Non-Convertible Debentures ("**NCDs**") of face value of ₹ 1,000 each for an amount up to ₹ 10,000 lakhs as Base Issue size with an option to retain over-subscription up to ₹ 10,000 lakhs, aggregating ₹ 20,000 lakhs (**Annexure – H**).

This is an intimation / disclosure under Regulations 23(9), 30, 33, 42, 51, 52 and 54 and other applicable regulations, if any, of the Listing Regulations.

The Board Meeting commenced at 1.00 p.m and concluded at 6.05 p.m

We request you to take the above information / documents on record.

Yours faithfully
For Sakthi Finance Limited



C Subramaniam
Company Secretary and
Compliance Officer
FCS 6971



Encl:(7)

Sakthi Finance Limited
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Statement of Unaudited Financial Results for the Quarter ended 30th September 2023

(₹ lakhs)

Sl No	Particulars	Quarter Ended			Half year ended		Year Ended
		30.09.2023	30.06.2023	30.09.2022	30.09.2023	30.09.2022	31.03.2023
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Revenue from Operations						
	Interest Income	4,864.58	4,725.40	4,535.71	9,589.98	9,003.04	18,476.72
	Rental Income	16.90	16.59	7.74	33.49	15.47	30.94
	Fees and Commission	129.30	112.15	114.75	241.45	211.42	459.47
	Bad debts recovery	89.55	49.88	69.64	139.43	126.20	173.13
	Sale of power from windmills	22.15	11.08	16.49	33.23	28.35	40.34
	Total revenue from operations	5,122.48	4,915.10	4,744.33	10,037.58	9,384.48	19,180.60
2	Other Income						
	Miscellaneous income	(0.05)	0.19	0.01	0.14	0.23	13.37
3	Total Income	5,122.43	4,915.29	4,744.34	10,037.72	9,384.71	19,193.97
4	Expenses						
	a. Finance Costs	2,897.03	2,824.39	2,711.67	5,721.42	5,456.19	10,926.13
	b. Fees and commission expenses	32.80	25.38	29.08	58.18	55.73	107.44
	c. Impairment on Financial Instruments	208.84	165.83	271.70	374.67	485.91	926.07
	d. Employee benefits expenses	892.10	863.46	772.06	1,755.56	1,541.83	3,246.21
	e. Depreciation, amortisation and impairment	147.11	144.50	135.96	291.61	268.97	546.93
	f. Other Administrative Expenses	425.34	437.34	373.44	862.68	767.63	1,705.22
	Total Expenses	4,603.22	4,460.90	4,293.91	9,064.12	8,576.26	17,458.00
5	Profit/(Loss) before Exceptional items and Tax (3-4)	519.21	454.39	450.43	973.60	808.45	1,735.97
6	Exceptional items	-	-	-	-	-	-
7	Profit/(Loss) before tax (5-6)	519.21	454.39	450.43	973.60	808.45	1,735.97
8	Tax expense:						
	a Current Tax	169.05	164.28	192.44	333.33	357.52	674.65
	b Deferred Tax	(24.99)	(54.72)	(70.78)	-79.71	(137.28)	(188.05)
9	Profit after Tax for the period from continuing operations (7-8)	375.15	344.83	328.77	719.98	588.21	1,249.37
10	Other Comprehensive Income:						
	(i) Items that will not be reclassified to profit or loss :						
	a) Fair value changes in Equity instruments	43.84	24.66	36.49	68.5	49.87	36.38
	b) Remeasurement Gain / (Loss) in defined benefit obligations	(0.23)	1.51	0.92	1.28	0.92	6.06
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(10.97)	(6.59)	(12.78)	(17.56)	(12.78)	(10.68)
11	Other Comprehensive Income	32.64	19.58	24.63	52.22	38.01	31.76
12	Total Comprehensive Income for the period (9+11)	407.79	364.41	353.40	772.20	626.22	1,281.13
13	Earnings per equity share (Face Value : ₹ 10 each) :						
	- Basic (₹)	0.63	0.56	0.55	1.19	0.97	1.98
	- Diluted (₹)	0.63	0.56	0.55	1.19	0.97	1.98



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STATEMENT OF ASSETS AND LIABILITIES

(₹ lakh)

Particulars	As at	As at
	30-09-2023 (Unaudited)	31-03-2023 (Audited)
ASSETS		
Financial Assets		
Cash and cash equivalents	2,100.91	3,002.79
Bank Balances other than cash and cash equivalents	495.75	42.91
Derivative financial instruments	-	-
Receivables :		
(a) Trade Receivables	296.36	226.21
(b) Other Receivables	16.99	18.39
Loans	1,19,637.19	1,14,500.10
Investments	1,195.18	1,344.51
Other Financial assets	1,385.80	1,288.55
Non-Financial Assets		
Current tax assets (net)	-	33.15
Deferred tax Assets (net)	457.44	395.30
Investment Property	268.31	270.61
Property, Plant and Equipment	5,766.55	5,844.58
Right of use assets	992.35	1,059.12
Intangible assets under development	-	-
Other Intangible assets	183.11	156.58
Other non-financial assets	1,909.01	1,875.19
Total Assets	1,34,704.95	1,30,057.99
LIABILITIES AND EQUITY		
LIABILITIES		
Financial Liabilities		
Derivative financial instruments	-	-
Payables:		
(i) Trade Payables:		
(i) total outstanding dues of micro enterprises and small enterprises	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	140.04	156.15
(ii) Other Payables:		
(i) total outstanding dues of micro enterprises and small enterprises	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	233.02	193.26
Debt Securities	48,988.58	48,792.43
Borrowings (Other than Debt Securities)	16,823.10	14,654.08
Deposits	2,819.52	2,444.17
Subordinated Liabilities	42,664.82	41,512.40
Other financial liabilities	1,694.08	1,384.96
Non-Financial Liabilities		
Current tax liabilities (net)	55.79	-
Provisions	196.32	135.49
Deferred tax liabilities (net)	-	-
Other non-financial liabilities	83.15	97.78
EQUITY		
Equity Share capital	6,470.59	6,470.59
Other Equity	14,535.94	14,216.68
Total Liabilities and Equity	134704.95	130057.99



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CASH FLOW STATEMENT FOR THE YEAR ENDED 30TH SEPTEMBER 2023

(₹ lakh)

Particulars	Half Year Ended	Year Ended
	30.09.2023	31.03.2023
	(Unaudited)	(Audited)
A. Cash flow from Operating activities		
Profit before tax	973.60	1735.97
Adjustment to reconcile profit before tax to net cash flows:		
Non-cash expenses		
Depreciation, amortisation and impairment	291.61	546.93
Impairment on Loan Assets	191.84	680.88
Bad debts and write offs	174.30	233.77
Remeasurement gain/(loss) on defined benefit plans	1.28	6.06
Impairment on investments	0.83	4.75
Impairment on Trade receivables	7.70	6.67
Amortization of fees and Commission on Financial liability	96.64	172.69
Income/expenses considered seperately		
Income from investing activities	(181.72)	(173.87)
Net gain/(loss) on derecognition of property, plant and equipment	0.23	2.39
Finance costs	5721.42	10926.13
Operating profit before working capital changes	7277.73	14142.37
Movements in Working Capital:		
Decrease/ (increase) in loans	(5503.23)	(5103.55)
Decrease / (increase) in Trade receivables	(77.85)	(63.63)
Decrease / (increase) in Other receivables	1.40	(1.83)
Decrease / (increase) in Other financial assets	(88.42)	444.19
Decrease / (increase) in Other non-financial assets	(55.69)	70.04
Increase / (decrease) in Trade Payables	(16.11)	28.11
Increase / (decrease) in Other Payables	39.76	18.13
Increase / (decrease) in Other financial liabilities	362.44	(27.93)
Increase / (decrease) in Other non-financial liabilities	(14.62)	(1.77)
Increase / (decrease) in Provisions	60.83	12.84
Cash generated from operations	(5291.49)	(4625.40)
Income taxes paid (net of refunds)	(244.39)	(690.40)
Interest received on Bank deposits	127.03	18.00
Finance costs paid	(4599.92)	(9007.44)
Net Cash flows from / (used in) operating activities (A)	(2731.04)	(162.87)
B. Cash flow from investing activities		
Purchase of property, plant and equipment and intangible assets	(171.80)	(389.43)
Purchase of investments at amortised cost	-	-
Proceeds from sale of investments at amortised cost	217.00	1185.67
Proceeds from sale of property, plant and equipment and intangible assets	0.53	4.11
Interest income received from investment at amortised cost	54.69	145.20
Increase in earmarked balances with banks	(452.84)	1086.40
Net cash flows from / (used in) investing activities (B)	(352.42)	2031.95



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(₹ Lakh)

Particulars	Half Year Ended	Year Ended
	30.09.2023	31.03.2023
	(Unaudited)	(Audited)
C. Cash flow from Financing activities		
Proceeds from issue of equity shares	-	-
Issue Expense of Debt Securities	21.87	(9.09)
Proceeds from debt securities	16356.04	15600.00
Repayment of debt securities	(16180.56)	(8407.36)
Proceeds from Deposits	1600.78	0.00
Repayment of Deposits	(1228.65)	(6114.07)
Proceeds from other than debt securities	-	-
Repayment of other than debt securities	5982.45	(2421.07)
Proceeds from Subordinated liabilities	0.00	0.00
Repayment of Subordinated liabilities	7.16	33.83
(Increase) / decrease in loan repayable on demand	(3852.11)	1443.79
Lease liability paid	(72.46)	(53.59)
Dividend paid	(452.94)	(388.24)
Net cash flows from financing activities (C)	2181.58	(315.80)
Net increase / (decrease) in cash and cash equivalents (A+B+C)	(901.88)	1553.28
Cash and cash equivalents at the beginning of the year	3002.79	1449.51
Cash and cash equivalents at the end of the year	2100.91	3002.79
Net cash provided by / (used in) operating activities includes		
Interest received	9408.26	18313.52
Interest paid	(4599.92)	(9007.44)
Net cash provided by / (used in) operating activities	4808.34	9306.08
Cash and cash equivalents at the end of the year		
i) Cash in hand	188.55	189.80
ii) Cheques on hand	70.23	106.58
iii) Balances with banks (of the nature of cash and cash equivalents)	1842.13	2706.41
Total	2100.91	3002.79



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Notes:

1. The above Unaudited Financial Results ("**UFR**") have been prepared in accordance with the Indian Accounting Standards ("**Ind AS**") notified under Section 133 of the Companies Act 2013 ("**the Act**") read with the Companies (Indian Accounting Standards) Rules 2015 and accordingly, these financial results together with the comparative reporting period have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("**Ind AS 34**") in compliance with Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 ("**Listing Regulations**"), as amended. Any application guidance / clarifications / directions issued by the Reserve Bank of India will be implemented as and when they are issued /applicable.
2. The above UFR for the quarter and half year ended 30th September 2023 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 8th November 2023.
3. The Statutory Auditors of the Company have conducted a limited review on the UFR for the quarter and half year ended 30th September 2023.
4. In terms of the requirement as per the RBI notification no. RBI/2019-2020/170 DOR (NBFC).CC.PD.No. 109/22.10.106/2019-20 dated 13th March 2020 on implementation of Ind AS, Non-Banking Financial Companies are required to create an impairment reserve for any shortfall in impairment allowances under Ind AS 109 and Income Recognition, Asset Classification and Provisioning ("**IRACP**") norms (including provision on standard assets). As such the impairment allowances under Ind AS 109 made by the company exceeds the total provisions required under IRACP (including standard assets provisioning) as at 30th September 2023 and accordingly, there is no amount required to be transferred to impairment reserve.
5. In terms of RBI Circular No. RBI/2020-21/16 DOR.No.BP.BC/3/21.04.048/2020-21 dated 6th August 2020 in relation to the Resolution Framework for COVID-19-related stress, disclosure is as follows:

(₹ lakhs)

Type of Borrowers	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the previous half-year	Of such accounts, aggregate debt that slipped into NPA during the half-year	Of such accounts amount written off during the half-year	Of such accounts amount paid by the borrowers during the half-year	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this half-year
Personal Loans	187.66	33.26	0.18	98.68	55.54
Corporate Loans*	-	-	-	-	-
Of which MSMEs	-	-	-	-	-
Others	-	-	-	-	-
Total	187.66	33.26	0.18	98.68	55.54



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6. The Company had raised an amount of ₹ 146.86 Crores by way of Public Issue of NCDs during the 1st quarter. The proceeds of NCD has been fully utilized as at 30th September 2023, for the objects stated in the Prospectus dated 10th April 2023.
7. The Company is primarily engaged in the business of financing and accordingly there are no separate reportable segments as identified as per Ind AS 108 on 'Operating Segments'.
8. The Company's Secured, Redeemable, Non-Convertible Debentures ("**NCDs**") are secured by mortgage of identified immovable properties and hypothecation of specified hire purchase receivables of the Company with a cover of 100%/110% of outstanding (principal and interest accrued thereon) as per the terms of the issue.
9. As on September 30, 2023 the security cover available in respect of listed secured non-convertible debt securities is 1.09 times. The security cover certificate as per Regulation 54(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 is attached.
10. The Code on Social Security 2020 ("**the Code**") has been enacted and the effective date from which changes are applicable and the rules thereunder is yet to be notified. The actual impact on account of this change will be evaluated and accounted for when notification becomes effective.
11. Disclosure as required by Regulation 52(4) of the Listing Regulations is enclosed in **Appendix I**.
12. Previous period / year figures have been regrouped / re-arranged / re-classified, wherever necessary to conform to the current period presentation.

By Order of the Board
For Sakthi Finance Limited

M Balasubramaniam
Vice Chairman and Managing Director
DIN : 00377053

8th November 2023
Coimbatore - 18





Independent Auditor's Review Report on quarterly Unaudited Financial Results of the Company Pursuant to the Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

Review Report

To the Board of Directors of Sakthi Finance Limited, Coimbatore

Introduction

1. We have reviewed the accompanying unaudited financial results of Sakthi Finance Limited ("the Company") for the quarter ended September 30, 2023 and the year to date results for the period April 01, 2023 to September 30, 2023, which are included in the accompanying Statement of Unaudited Financial Results for the Quarter and Six months ended September 30, 2023, the Statement of Assets and Liabilities as on that date and the Statement of Cash Flows for the half-year ended on that date ("the Statement") being submitted by the Company pursuant to the requirements of Regulation 33 and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations, 2015"), including relevant circulars issued by the SEBI from time to time. We have initialed the Statement for identification purposes only.

Management Responsibility for the Statement

2. The 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 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, read with relevant Rules issued thereunder, other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of the Listing Regulations, 2015, including relevant circulars issued by SEBI from time to time. Our responsibility is to express a conclusion on the Statement based on our review.

Scope of 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 financial statements are free of material misstatement. 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.

Conclusion

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 Ind AS 34, prescribed under Section 133 of the Companies Act, 2013, read with relevant Rules issued thereunder, other accounting principles generally accepted in India and further in accordance with the relevant prudential norms issued by the Reserve Bank of India (RBI) in respect of Income recognition, asset classification, provisioning and other related matters (to the extent those are not inconsistent with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013), has not disclosed the information required to be disclosed in terms of Regulation 33 and Regulation 52 of the Listing Regulation, 2015, including the manner in which it is to be disclosed or that it contains any material misstatement.

For CSK Prabhu & Co
Chartered Accountants
Firm Registration Number:002485S




CSK Prabhu
Partner

Membership Number: 019811

UDIN: 23019811BGTkNf7423

Place: Coimbatore

Date: November 08, 2023

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Extract of Statement of Unaudited Financial Results for the Quarter and Half Year ended 30th September 2023

Particulars	Quarter Ended			Half year Ended		Year Ended
	30-09-2023	30-06-2023	30-09-2022	30-09-2023	30-09-2022	31-03-2023
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Total Revenue from Operations (net)	5,122.48	4,915.10	4,744.33	10,037.58	9,384.48	19,180.60
Net Profit / (Loss) for the period (before tax and Exceptional Items)	519.21	454.39	450.43	973.60	808.45	1,735.97
Net Profit / (Loss) for the period before tax (after Exceptional Items)	519.21	454.39	450.43	973.60	808.45	1,735.97
Net Profit / (Loss) for the period after tax (after Exceptional Items)	375.15	344.83	328.77	719.98	588.21	1,249.37
Other Comprehensive Income (net of tax)	32.64	19.58	24.63	52.22	38.01	31.76
Total Comprehensive Income for the period [comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (net of tax)]	407.79	364.41	353.40	772.20	626.22	1,281.13
Paid-up equity share capital (Face value : ₹ 10 per share)	6,470.59	6,470.59	6,470.59	6,470.59	6,470.59	6,470.59
Reserves (excluding Revaluation Reserve)						11,750.40
Securities Premium Account	1,429.80	1,429.80	1,429.80	1,429.80	1,429.80	1,429.80
Net worth	18,218.46	18,286.04	17,205.40	18,218.46	17,205.40	17,927.28
Paid up Debt Capital/ Outstanding Debt	0.34	0.40	0.33	0.34	0.33	0.33
Outstanding Redeemable Preference Shares [^]	NA	NA	NA	NA	NA	NA
Debt Equity Ratio	6.12	6.26	6.24	6.12	6.24	5.99
Earnings per share (₹ 10 each) (for continuing operations) :						
a. Basic (₹)	0.63	0.56	0.55	1.19	0.97	1.98
b. Diluted (₹)	0.63	0.56	0.55	1.19	0.97	1.98
Capital Redemption Reserve *	NA	NA	NA	NA	NA	NA
Debenture Redemption Reserve *	NA	NA	NA	NA	NA	NA
Debt Service Coverage Ratio*	NA	NA	NA	NA	NA	NA
Interest Service Coverage Ratio*	NA	NA	NA	NA	NA	NA

* These ratios are not applicable for NBFC

[^] This disclosure is not applicable, since the Preference Shares of the Company is not listed.

Notes :

- The above is an extract of the detailed format of the Unaudited Financial Results filed with Stock Exchange under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015. The full format of the Unaudited Financial Results are available on the BSE Ltd website ([URL:www.bseindia.com/corporates](http://www.bseindia.com/corporates)) and company's website, www.sakthifinance.com.
- Disclosures in accordance with Regulation 52(4) of the Listing Regulations have been submitted to BSE Limited and the disclosures can be accessed on the BSE website ([URL : www.bseindia.com/corporates](http://www.bseindia.com/corporates)) and company's website, www.sakthifinance.com.

8th November 2023
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By Order of the Board
For Sakthi Finance Limited

M Balasubramaniam
Vice Chairman and Managing Director
DIN : 00377053

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Appendix - I

Compliance related to disclosure of certain ratios and other financial information as required under Regulation 52(4) of the Listing Regulations

(₹ lakhs)

Sl No	Particulars	Quarter Ended			Year Ended
		30th Sep 2023	30th June 2023	30th Sep 2022	31st March 2023
1	Debt - Equity Ratio (Refer Note 2)	6.12	6.26	6.24	5.99
2	Debt Service Coverage Ratio	NA	NA	NA	NA
3	Interest Service Coverage Ratio	NA	NA	NA	NA
4	Outstanding Redeemable Preference Shares	NA	NA	NA	NA
5	Capital Redemption Reserve	NA	NA	NA	NA
6	Debenture Redemption Reserve	NA	NA	NA	NA
7	Net Worth (Refer Note 3)	18,218.46	18,286.04	17,205.40	17,927.28
8	Net Profit / (Loss) After Tax	375.15	344.83	588.21	1,249.37
9	Earnings per Share:				
	- Basic	0.63	0.56	0.97	1.98
	- Diluted	0.63	0.56	0.97	1.98
10	Current Ratio	NA	NA	NA	NA
11	Long Term debt to Working Capital	NA	NA	NA	NA
12	Bad Debts to Accounts Receivable Ratio	NA	NA	NA	NA
13	Current Liability Ratio	NA	NA	NA	NA
14	Total Debts to Total Assets (Refer Note 4)	0.75	0.76	0.76	0.75
15	Debtor Turnover	NA	NA	NA	NA
16	Inventory Turnover	NA	NA	NA	NA



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(₹ lakhs)

Sl No	Particulars	Quarter Ended			Year Ended
		30th Sep 2023	30th June 2023	30th Sep 2022	31st March 2023
17	Operating Margin (%)	NA	NA	NA	NA
18	Net Profit Margin (%) (Refer Note 5)	7.32	7.02	6.27	6.51
19	Sector specific equivalent ratios, as applicable				
	i) Gross Non-performing Assets (GNPA) % (Refer Note 6)	5.73	5.86	5.69	5.85
	ii) Net Non-Performing Assets (NNPA) % (Refer Note 7)	2.97	3.07	2.66	2.95
	iii) Provision Coverage Ratio (PCR %) (Refer Note 8)	49.64	49.00	54.70	51.11
	iv) Capital Adequacy Ratio (%) (Refer Note 9)	17.26	19.62	19.22	19.68

Notes :

1. Certain ratios/line items marked with remark "NA" are not applicable since the Company is a Non-Banking Financial Company registered with the Reserve Bank of India
2. Debt - Equity ratio = [Debt Securities + Borrowings (Other than Debt Securities) + Deposits + Subordinated Liabilities] / [Equity Share Capital + Other Equity]
3. Net worth = [Equity Shares Capital + Other Equity]
4. Total debts to total assets = [Debt Securities + Borrowings (Other than Debt Securities) + Deposits + Subordinated Liabilities] / Total assets
5. Net profit margin (%) = Profit after tax / Total Income
6. Gross Non-performing Assts (GNPA) % = Gross Stage III assets / Gross loan assets
7. Net Non-performing Assts (NNPA) % = [Gross Stage III assets - Impairment loss allowance for Stage III assets] / [Gross Loan Assets - Impairment loss allowance for Stage III assets]
8. Provision Coverage Ratio (PCR %) = Impairment loss allowance for Stage III assets / Gross Stage III assets
9. Capital Adequacy Ratio has been computed as per relevant RBI guidelines



Related Party Transactions

Table with columns: SL No., Details of the party (Name, PAN), Details of the company (Name, PAN, Relationship), Type of transaction, Details of other related party transaction, Value of the related party transaction, Remarks on approval, Value of the transaction during reporting period, and Additional Disclosures. Rows include transactions with SATLHI Finance Limited, SATLHI Financial Services Limited, SATLHI Insurance Broking Private Limited, SATLHI Foundation, SATLHI Sugars Limited, and SATLHI Financial Services (Cochin) Private Limited.



Related Party Transactions

Details of all nature of related party transactions applicable only to cases the related party transaction relates to loans, advances or deposits, advances or investments made or given by the listed entity/subsidiary. These shall extend to be disclosed only once, during the reporting period as an overall transaction and consolidation.

Sl. No.	Details of the party (listed entity/subsidiary) entering into the transaction		Details of the counterparty			Type of related party transaction	Details of other related party transactions	Value of the related party transaction as approved by the audit committee	Remarks on approval by audit committee	Value of transaction during the reporting period	To date balance whether positive or negative as at the end of the reporting period		In case any financial institution is concerned to make or give loans, advances or deposits, advances or investments										
	Name	PAN	Name	PAN	Relationship of the counterparty with the listed entity or its subsidiary						Opening balance	Closing balance	Nature of institution (Bank/Finance company/Other)		Details of other institutions		Details of the loans, advances or deposits, advances or investments						
													Bank/Finance company/Other	Other	Bank/Finance company/Other	Other	Amount	Interest accrued	Period for which the loans will be repaid by the ultimate recipient of the funds				
51	Sakthi Finance Limited	AADC0865AC	Sri Sanyashita Varadarajapur	BNKPS1341B	Daughter of Sri. M. Balasubramanian Vice Chairman and Managing Director	Investment		0.00	Not Applicable	11.00	191.00	2100.00											
52	Sakthi Finance Limited	AADC0865AC	Mrs. Meethi Balasubramanian	CHLR2709B0	Daughter of Sri. M. Balasubramanian Vice Chairman and Managing Director	Investment		0.00	Not Applicable	15.00	40.00	55.00											
53	Sakthi Finance Limited	AADC0865AC	Sri Anvil Vikram Balasubramanian	BAPV1324C	Son of Sri. M. Balasubramanian Vice Chairman and Managing Director	Investment		0.00	Not Applicable	10.00	12.00	22.00											
54	Sakthi Finance Limited	AADC0865AC	Sri Shilpa Lakshmi	ACBPG2723F	Wife of Sri P.S. Kuppusamy, Independent Director	Investment		0.00	Not Applicable	0.00	16.04	16.04											
55	Sakthi Finance Limited	AADC0865AC	Sri Lakshmi Narasimhan	ALDRH181G	Wife of Sri P. Ramakrishnan, Independent Director	Investment		0.00	Not Applicable	-4.00	17.00	21.00											
56	Sakthi Finance Limited	AADC0865AC	Sri Harikrishna Reddy	ALPS0799H	Son of Dr. M. Manickam, Chairman	Investment		0.00	Not Applicable	0.00	2.00	2.00											
57	Sakthi Finance Limited	AADC0865AC	Sri Anandha Bharathi	ANVAB0888B	Daughter of Sri. Praga (Anand), Independent Director	Investment		0.00	Not Applicable	-13.00	10.00	4.00											
58	Sakthi Finance Limited	AADC0865AC	Sri Hanumanth Varadarajapur	AANPV5331J	Proprietor Group & Son of Sri. M. Manickam, Chairman and Sri. Harasubramanian, Vice Chairman and Managing Director and Sri. M. Anandharajapur, Director	Investment		0.00	Not Applicable	-24.00	408.00	384.00											
59	Sakthi Finance Limited	AADC0865AC	Mrs. Meethi Balasubramanian	CHLR2709B0	Daughter of Sri. M. Balasubramanian Vice Chairman and Managing Director	Investment		0.00	Not Applicable	0.00	10.00	10.00											

Notes:
1. Transaction values (TV) are including loan and debit, wherever applicable.
2. All transactions are in the ordinary course of business and on arm's length basis.





CSK PRABHU & CO
Chartered Accountants

PARTNERS

CSK PRABHU BCom FCA

MAHESH PRABHU BCom FCA DISA

SWETHA G N MCom FCA

Annexure F

To

**Board of Directors
Sakthi Finance Limited
62, Dr.Nanjappa Road
Coimbatore - 641 018**

Independent Auditor's Certificate on Security Cover as at 30th September 2023 under Regulation 54 read with Regulation 56(1)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 ("Listing Regulations") as amended for submission to BSE Limited and Catalyst Trusteeship Limited ("the Debenture Trustee")

1. The Certificate is issued in accordance with the terms of our engagement letter dated October 24, 2023.
2. We, M/s.CSK Prabhu & Co, Chartered Accountants, the Statutory Auditors of Sakthi Finance Limited ("**the Company**"), have been requested by the management of the Company to certify the book value of assets charged against the Listed, Secured, Non-Convertible Debentures ("**NCDs**") or ("**Listed Debt Securities**") issued by the Company mentioned in the accompanying "**Statement of Security Cover as on September 30, 2023**" in "**Annexure B**" and compliance with financial covenants in respect of Listed, Secured, Non-Convertible Debentures of the Company issued and outstanding as at September 30, 2023 as given in the accompanying "**Statement of Security Cover and Compliance with Covenants as on September 30, 2023**" in "**Annexure A**" (Annexure A and B hereinafter together referred to as "**the Statements**").

The Statements have been prepared by the Company from the un-audited books of accounts and other relevant records and documents maintained by the company as at September 30, 2023 pursuant to the requirements of SEBI Operational Circular No. SEBI/HO/DDHS/P/CIR/2023/50 dated 31st March, 2023 issued by the Securities and Exchange Board of India ("**SEBI**") in terms of Regulation 54 read with Regulation 56(1)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 and Regulation 15(1)(t) of the Securities and Exchange Board of India (Debenture Trustees) Regulations 1993 (hereinafter referred together as the "**the SEBI Regulations**"), as amended, for the purpose of submission to the Stock Exchange ("**BSE Ltd**") and to Debenture Trustee of the Listed Debt Securities. The Statements have been initialed by us for identification purpose only. The Company has entered into agreements with the Debenture Trustee ("**Debenture Trust Deeds**") in respect of debentures as indicated in the Statement.



Management's Responsibility for the Statements

3. The preparation of the accompanying Statements is the responsibility of the Management of the Company, including the preparation and maintenance of all accounting and other relevant supporting records and documents. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and presentation of the Statements and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances.
4. The Management of the Company is also responsible for ensuring that the Company complies with all the relevant requirements of the SEBI Regulations and for providing all relevant information to the Debenture Trustees and for complying with all the covenants as prescribed in terms of the respective Debenture Trust Deed/Prospectus including the maintenance of Security Cover and in the manner as may be specified by SEBI and adherence with all other applicable conditions mentioned in the SEBI Regulations in connection with the Statements.

Auditor's Responsibility

5. Pursuant to the requirements of SEBI Operational Circular No. SEBI/HO/DDHS/P/CIR/2023/50 dated 31st March, 2023 issued by the Securities and Exchange Board of India, our responsibility for the purpose of this certificate is to provide a limited assurance regarding:
 - a) whether the book value of the assets of the Company in the accompanying **Annexure B** have been accurately extracted and ascertained from the un-audited books of accounts of the Company and other relevant records and documents maintained by the Company; and
 - b) whether the Company has complied with financial covenants of the debentures.
6. We conducted our examination and obtained the explanations in accordance with the Guidance Note on Reports or Certificates for Special Purposes (the "**Guidance Note**") issued by the ICAI, in so far as applicable for the purpose of this Certificate, which includes the concepts of test checks and materiality. The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.
7. We have complied with the relevant applicable requirements of the Standard on Quality Control ("**SQC**") 1, Quality Control for Firms that perform Audits and Reviews of Historical Financial Information and Other Assurance and Related Services Engagements.
8. A limited assurance engagement involves making inquiries, primarily of the Company's personnel responsible for financial and accounting matters and applying analytical and other review procedures. The procedures performed vary in nature and timing from a reasonable assurance engagement. Consequently, the level of assurance obtained in a limited assurance



engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed.

Accordingly, we have performed the following procedures in relation to the statement:

- a) Obtained the Statements from the management.
- b) Verified that the information contained in the Statements have been accurately extracted and ascertained from the un-audited books of accounts of the Company as at and for the Half-Yearly ended September 30, 2023 and other relevant records and documents maintained by the Company, in the normal course of its business.
- c) Examined and verified the arithmetical and clerical accuracy of the information included in the Statements.
- d) Reviewed the terms and conditions contained in the Prospectus(es)/ Debenture Trust Deed(s) to understand the nature of charge (viz. exclusive charge or *pari passu* charge) on the assets of the Company.
- e) Obtained Register of Charges kept by the Company as per the requirements of the Companies Act 2013 to understand the composition of charges already created on the assets of the company and traced the value of charge created against assets to the security cover indicated in the Statements on a test check basis.
- f) Read the terms relating to financial covenants of the debentures and recomputed the financial covenants.
- g) Performed necessary inquiries with the management and obtained necessary representations.

Conclusion


9. Based on the procedures performed as referred to in paragraph 8 above and according to the information and explanations provided to us by the Management of the Company, nothing has come to our attention that causes us to believe that:
 - a. the particulars contained in the accompanying **Annexure B** with respect to the Book Values of Assets (at Cost) charged against Listed Debt Securities issued by the Company have not been accurately extracted and ascertained from the un-audited books of accounts of the Company for the Half-Year ended September 30, 2023 and other relevant records and documents maintained by the Company; and
 - b. the Company has not complied with financial covenants of the Debentures as mentioned in the accompanying **Annexure A**.



Restriction on Use

10. This certificate is addressed to and provided to the Board of Directors of the Company solely for the purpose of submission to Debenture Trustees and BSE Ltd in accordance with the SEBI Regulations and should not be used, referred to or distributed for any other purpose or to any person without our prior consent in writing. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this certificate is shown or into whose hands it may come without our prior consent in writing.

For CSK Prabhu & Co
Chartered Accountants
Firm Reg. No.: 002485S


CSK Prabhu
Partner
Membership No.019811
UDIN: 23019811BGTKN&1127



Coimbatore
November 08, 2023

Annexure A

Statement of Security Cover and compliance with covenants as on September 30, 2023

Security cover in respect of listed debt securities of the listed entity under SEBI Operational Circular No SEBI/HO/DDHS/P/CIR/2023/50 dated 31st March 2023

We hereby certify that:

A. The listed entity i.e. **Sakthi Finance Limited** (the '**Company**') has, by its Board Resolutions, Prospectus and under various Debenture Trust Deeds, issued the Listed Debt Securities (Non-Convertible Debentures/NCDs) and the amount outstanding as at September 30, 2023 (including interest accrued) is Rs.39,098.51 Lakhs as per **Exhibit 1**.

B. Security cover for Secured Debt Securities

i) The financial information as on September 30, 2023 has been extracted from the un-audited books of account as at and for the quarter ended September 30, 2023 and other relevant records and documents maintained by the Company.

ii) The book value of principal and assets of the Company at cost provide coverage of 1.09 times of the principal and interest amount, which is in accordance with the terms of the Issue/Debenture Trust Deed (Calculation as per "Statement of Security Cover as on September 30, 2023") ("**Annexure B**").

C. Compliance of all the Covenants/Terms of the issue in respect of Listed Debt Securities of the Listed Entity

We confirm that the Company has complied with all the Financial Covenants of the Listed Non-Convertible Debentures outstanding as at September 30, 2023, including the following:



NCD Series	Financial Covenants	Status
All Listed NCDs Outstanding as at September 30, 2023	Maintain 100% Security Cover or Security Cover as per the terms of Prospectus and/or Debenture Trust Deeds at all the time on Total Amount Outstanding (including Interest Accrued) for the NCDs as at September 30, 2023.	Complied

Notes:

1. This Statement is prepared in accordance with Regulation 15(1)(t) of the Securities and Exchange Board of India (Debenture Trustees) Regulations, 1993 as amended vide Notification No. SEBVLAO-NRO/GN/2020/34 dated October 8, 2020 and Notification No. SEBVJ.ADNRO/GN/2022/78 dated April 11, 2022 and Regulation 54 read with Regulation 56(1)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 as amended by SEBI Operational Circular No. SEBI/HO/DDHS/P/CIR/2023/50 dated 31st March 2023.
2. Other than what has been stated above, there is/are no covenant(s) specified in the Prospectus of the listed non-convertible debt securities that the Company needs to comply with.
3. The assets offered as security are loans given by the Company and hence not eligible for market valuations. Wherever Immovable Properties are offered as security for Listed Debt Securities, market valuations have been obtained by the Company.

For Sakthi Finance Limited



Srinivasan Anand
Chief Financial Officer

Coimbatore
November 08, 2023



Exhibit 1

Outstanding Secured Non-Convertible Debentures (including interest accrued) as at September 30, 2023:

S. No	Issue	ISIN	Instrument	Type of Charge	Sanctioned Amount (Rs in lakhs)	Interest Accrued (Rs in lakhs)	TDS Deducted (Rs in lakhs)	Outstanding Amount (Rs in lakhs)	Cover Required (Rs in lakhs)	Assets Required (Rs in lakhs)
1	NCD Public Issue - IV	INE302E07300	Non Convertible Debentures	Exclusive	1,894.23	-	-	1,894.23	1,894.23	1,894.23
2	NCD Public Issue - IV	INE302E07318	Non Convertible Debentures	Exclusive	248.73	12.59	-	261.32	261.32	261.32
3	NCD Public Issue - IV	INE302E07326	Non Convertible Debentures	Exclusive	1,129.16	450.43	-	1,579.59	1,579.59	1,579.59
4	NCD Public Issue - V	INE302E07359	Non Convertible Debentures	Exclusive	1,663.12	-	-	1,663.12	1,663.12	1,663.12
5	NCD Public Issue - V	INE302E07367	Non Convertible Debentures	Exclusive	1,595.15	371.73	-	1,966.88	1,966.88	1,966.88
6	NCD Public Issue - V	INE302E07375	Non Convertible Debentures	Exclusive	3,566.23	-	-	3,566.23	3,566.23	3,566.23
7	NCD Public Issue - V	INE302E07383	Non Convertible Debentures	Exclusive	2,106.90	504.81	-	2,611.71	2,611.71	2,611.71
8	NCD Public Issue - VI	INE302E07409	Non Convertible Debentures	Exclusive	826.37	-	-	826.37	826.37	826.37
9	NCD Public Issue - VI	INE302E07417	Non Convertible Debentures	Exclusive	1,235.12	157.29	-	1,392.41	1,392.41	1,392.41
10	NCD Public Issue - VI	INE302E07425	Non Convertible Debentures	Exclusive	412.01	-	-	412.01	412.01	412.01
11	NCD Public Issue - VI	INE302E07433	Non Convertible Debentures	Exclusive	681.25	89.44	-	770.69	770.69	770.69
12	NCD Public Issue - VI	INE302E07441	Non Convertible Debentures	Exclusive	227.64	-	-	227.64	227.64	227.64



S. No	Issue	ISIN	Instrument	Type of Charge	Sanctioned Amount (Rs in lakhs)	Interest Accrued (Rs in lakhs)	TDS Deducted (Rs in lakhs)	Outstanding Amount (Rs in lakhs)	Cover Required (Rs in lakhs)	Assets Required (Rs in lakhs)
13	NCD Public Issue - VI	INE302E07458	Non Convertible Debentures	Exclusive	126.30	17.08	-	143.38	143.38	143.38
14	NCD Public Issue - VI	INE302E07466	Non Convertible Debentures	Exclusive	4,374.51	-	-	4,374.51	4,374.51	4,374.51
15	NCD Public Issue - VI	INE302E07474	Non Convertible Debentures	Exclusive	2,116.80	319.99	-	2,436.79	2,436.79	2,436.79
16	NCD Public Issue - VII	INE302E07573	Non Convertible Debentures	Exclusive	1,348.77	-	-	1,348.77	1,348.77	1,348.77
17	NCD Public Issue - VII	INE302E07508	Non Convertible Debentures	Exclusive	1,953.26	70.54	-	2,023.80	2,023.80	2,023.80
18	NCD Public Issue - VII	INE302E07540	Non Convertible Debentures	Exclusive	656.18	-	-	656.18	656.18	656.18
19	NCD Public Issue - VII	INE302E07516	Non Convertible Debentures	Exclusive	1,540.08	57.18	-	1,597.26	1,597.26	1,597.26
20	NCD Public Issue - VII	INE302E07557	Non Convertible Debentures	Exclusive	210.19	-	-	210.19	210.19	210.19
21	NCD Public Issue - VII	INE302E07490	Non Convertible Debentures	Exclusive	251.01	9.57	-	260.58	260.58	260.58
22	NCD Public Issue - VII	INE302E07565	Non Convertible Debentures	Exclusive	5,075.37	-	-	5,075.37	5,075.37	5,075.37
23	NCD Public Issue - VII	INE302E07524	Non Convertible Debentures	Exclusive	1,615.48	66.52	-	1,682.00	1,682.00	1,682.00
24	NCD Public Issue - VII	INE302E07532	Non Convertible Debentures	Exclusive	2,035.70	81.76	-	2,117.46	2,117.46	2,117.46
Total					36,889.56	2,208.95	-	39,098.51	39,098.51	39,098.51



Annexure - B
 Statements of Security Cover as on September 30, 2023
 (All amounts are Rs. In Lakhs)

Column A	Column B	Column C	Column D	Column E	Column F	Column G	Column H	Column I	Column J	Column K	Column L	Column M	Column N	Column O
Particulars	Description of asset for which this certificate relate	Exclusive Charge	Exclusive Charge	Pari-Passu Charge	Pari-Passu Charge	Pari-Passu Charge	Assets not offered as Security	Elimination (amount in negative)	(Total C to H)	Related to only those items covered by this certificate				
		Debt for which this certificate being issued	Other Secured Debt	Debt for which this certificate being issued	Assets shared by pari passu debt holder (includes debt for which this certificate is issued & other debt with pari-passu charge)	Other assets on which there is pari-Passu charge (excluding items covered in column F)	Debt amount considered more than once (due to exclusive plus pari passu charge)	Market Value for Assets charged on Exclusive basis	Carrying /Book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Market Value for Pari passu charge Assets	Carrying value/Book value for pari passu charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Total Value(=K+L+M+N)		
		Book Value	Book Value	Yes/ No	Book Value	Book Value					Relating to Column F			
ASSETS														
Property, Plant and Equipment		3.47	-	No	-	-	5,763.08	-	5,766.55	84.07	-	-	-	84.07
Capital Work-in- Progress		-	-	NA	-	-	-	-	-	-	-	-	-	-
Right of Use Assets		-	-	NA	-	-	992.35	-	992.35	-	-	-	-	-
Goodwill		-	-	NA	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	NA	-	-	183.11	-	183.11	-	-	-	-	-
Intangible Assets under Development		-	-	NA	-	-	-	-	-	-	-	-	-	-
Investment Property		-	-	NA	-	-	268.31	-	268.31	-	-	-	-	-
Investments		-	-	NA	-	-	1,195.18	-	1,195.18	-	-	-	-	-
Loans	Standard Loan Receivables	42,531.16	36,774.62	No	-	-	40,331.41	-	1,19,637.19	-	42,531.16	-	-	42,531.16
Inventories		-	-	NA	-	-	-	-	-	-	-	-	-	-
Trade Receivables		-	-	NA	-	-	313.35	-	313.35	-	-	-	-	-
Cash and Cash Equivalents		-	-	NA	-	-	2,100.91	-	2,100.91	-	-	-	-	-
Bank Balances other than Cash & Cash Equivalents		-	-	NA	-	-	495.75	-	495.75	-	-	-	-	-
Others		-	-	-	-	-	-	-	-	-	-	-	-	-
Other Financial Assets		-	-	NA	-	-	1,385.80	-	1,385.80	-	-	-	-	-
Deferred Tax Assets		-	-	NA	-	-	457.44	-	457.44	-	-	-	-	-
Other Non-Financial Assets		-	-	NA	-	-	1,909.02	-	1,909.02	-	-	-	-	-
Total		42,534.63	36,774.62	-	-	-	55,395.71	-	1,34,704.96	84.07	42,531.16	-	-	42,615.23



Annexure - B
 Statements of Security Cover as on September 30, 2023
 (All amounts are Rs. In Lakhs)

Column A	Column B	Column C	Column D	Column E	Column F	Column G	Column H	Column I	Column J	Column K	Column L	Column M	Column N	Column O
Particulars	Description of asset for which this certificate relate	Exclusive Charge	Exclusive Charge	Pari-Passu Charge	Pari-Passu Charge	Pari-Passu Charge	Assets not offered as Security	Elimination (amount in negative)	(Total C to H)	Related to only those items covered by this certificate				
		Debt for which this certificate being issued	Other Secured Debt	Debt for which this certificate being issued	Assets shared by pari passu debt holder (includes debt for which this certificate is issued & other debt with pari-passu charge)	Other assets on which there is pari-Passu charge (excluding items covered in column F)	Debt amount considered more than once (due to exclusive plus pari passu charge)	Market Value for Assets charged on Exclusive basis	Carrying /Book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Market Value for Pari passu charge Assets	Carrying value/Book value for pari passu charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Total Value=(K+L+M+N)		
		Book Value	Book Value	Yes/ No	Book Value	Book Value					Relating to Column F			
LIABILITIES														
Debt securities to which this certificate pertains	Secured Non Convertible Debentures (Listed)	39,098.51	10,599.25	-	-	-	11,927.79	-	61,625.55	-	39,098.51	-	-	39,098.51
Other debt sharing pari-passu charge with above debt														
Other Debt							1,559.86		1,559.86					
Subordinated debt							28,467.99		28,467.99					
Borrowings														
Bank			9,894.74						9,894.74					
Debt Securities														
Others														
Term Loan from Others		not to be filled	6,928.36						6,928.36					
Public Deposits							2,819.52		2,819.52					
Trade payables							373.06		373.06					
Lease Liabilities							319.60		319.60					
Provisions							196.32		196.32					
Others														
Other Financial Liabilities			105.00				1,269.48		1,374.48					
Other non-Financial Liabilities							138.94		138.94					
Current Tax Liabilities														
Total		39,098.51	27,527.36	-	-	-	47,072.56	-	1,13,698.43	-	39,098.51	-	-	39,098.51
Cover on Book Value		1.09			Not Applicable									
Cover on Market Value														1.09
		Exclusive Security Cover Ratio			Pari-Passu Security Cover Ratio									

Note: 1. The Market Value of Immovable Assets are taken as per External Valuation Report dated March 31, 2022.

2. The above amounts have been extracted from the un-audited financial results for the quarter and period ended September 30, 2023.

3. The Cost mentioned in Column C relating to Property, Plant & Equipment represents Cost to the Company (non-revalued).

4. The Company has complied with all the covenants specified in respect of all Listed Non-Convertible Securities.



A. Statement of Utilisation of NCD Public Issue VII Proceeds

Sl No	Name of the Issuer	ISIN	Mode of fund raising (Public Issues / Private placement)	Type of Instrument	Date of Raising funds	Amount Raised (₹ crores)	Fund utilised (₹ crores)	Any Deviation	If 8, is yes then specify the purpose of which the funds were utilised	Remarks
								Yes / No		
1	2	3	4	5	6	7	8	9	10	
1	Sakthi Finance Limited	INE302E07573	Public Issue	Secured Redeemable, Non-Convertible Debentures	8th May 2023 (Date of Allotment)	13.49	13.49	No	Not Applicable	Nil
2		INE302E07508				19.53	19.53			
3		INE302E07540				6.56	6.56			
4		INE302E07516				15.40	15.40			
5		INE302E07557				2.10	2.10			
6		INE302E07490				2.51	2.51			
7		INE302E07565				50.75	50.75			
8		INE302E07524				16.15	16.15			
9		INE302E07532				20.36	20.36			
Total						146.85	146.86			

Note : NCD Proceeds were utilised for the objects stated in the NCD Prospectus only. Fund utilised includes Debentures Issue expenses as on 30.09.23

B. Statement of Deviation or Variation in utilisation of funds raised

Name of listed entity	Sakthi Finance Limited					
Mode of Fund Raising	Public Issue					
Type of instrument	Secured, Redeemable Non-Convertible Debentures					
Date of Raising Funds	10th April 2023					
Amount Raised	₹ 146.86 (INR Crores)					
Report filed for quarter year ended	30th September 2023					
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?	No					
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	Nil					
Comments of the auditors, if any	Nil					
Objects for which funds have been raised and where there has been a deviation, in the following table						
Original Object	Modified Object, if any	Original Allocation	Modified allocation, if any	Funds Utilised (₹ crores)	Amount of Deviation/ Variation for the half year according to applicable object (₹ lakhs and in %)	Remarks, if any
NA	NA	NA	NA	NA	NA	NA
Deviation could mean:						
(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.						

Name of Signatory : Srinivasan Anand
Designation : Chief Financial Officer






CSK PRABHU & CO
Chartered Accountants

PARTNERS

CSK PRABHU BCom FCA

MAHESH PRABHU BCom FCA DISA

SWETHA G N MCom FCA

Annexure G

Independent Auditor's Certificate on the manner of utilization of the funds raised through the Public Issue of Secured Redeemable Non-Convertible Debentures as required by Regulation 52(7) of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015, ("the Listing Regulations")

To

Catalyst Trusteeship Limited
"GDA House",
Plot No.85, Bhusari Colony (Right)
Paud Road
Pune - 411038

Dear Sirs/Madam,

We, CSK Prabhu & Co., Chartered Accountants (ICAI FRN:002485S), the Statutory Auditors of Sakthi Finance Limited (hereinafter referred as "**the Company**") have been requested by the Company to verify and certify the utilization of funds raised through Public Issue of Secured Redeemable Non-Convertible Debentures (hereinafter referred to as "**the NCD Public Issue-7**") in terms of the Prospectus dated 10th April 2023 for the objects for which it was raised, as required by Regulation 52(7) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended ("**the Listing Regulations**").

The accompanying statement of utilization of proceeds of the NCD Public Issue-7 ("**the Statement**") during the period from 08.05.2023 to 30.09.2023 as per the requirements of the Listing Regulations has been prepared by the Management of the Company, which we have initialed for identification purposes only.

Management's Responsibility for the Statement

The preparation of the accompanying Statement is the responsibility of the Management of the Company. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and presentation of the Statement, and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances.



Page 1 of 3

The Management is also responsible for ensuring:

- a. the utilization of funds is for the purpose for which it is raised; and
- b. compliance with the requirements of the Listing Regulations.

Auditor's Responsibility

Pursuant to the requirements of Regulation 52(7) of the Listing Regulations, it is our responsibility to obtain reasonable assurance and conclude as to whether the details provided in the Statement is in agreement with the books of accounts and other records for the period from 08.05.2023 to 30.09.2023.

We conducted our examination of the Statement in accordance with the Guidance Note on Reports or Certificates for Special Purposes issued by the Institute of Chartered Accountants of India ("ICAI"). The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by ICAI.

We have complied with the relevant applicable requirements of the Standard on Quality Control ("SQC") 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information and Other Assurance and Related Services Engagements.

Accordingly, We have performed the following procedures in relation to the Statement:

- (a) read the Prospectus and obtained the details of Objects of the NCD Public Issue-7;
- (b) obtained the bank statement of the Company from 08.05.2023 to 30.09.2023 and traced the receipt and utilization of the funds.
- (c) verified the utilization of proceeds with books of accounts and other relevant records maintained by the Company; and
- (d) conducted relevant management inquiries and obtained necessary representations from the Company.

Opinion

Based on our examination as above, and the information and explanations given to us, the details provided in the Statement is in agreement with the books of accounts and other records for the period from 08.05.2023 to 30.09.2023 and the statement fairly presents, in all material respects, the manner of utilization of funds from the NCD Public Issue-7.



Restriction on Use

The Certificate is addressed to and provided to the Debenture Trustee of the Company solely for the purpose of enabling the Company to comply with its obligation under Regulation 52(7) of the Listing Regulations and should not be used by any other person or for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this report is shown or into whose hands it may come without our prior consent in writing.

We have no responsibility to update this report for events and circumstances occurring after the date of this certificate.

Coimbatore
08-11-2023

For CSK Prabhu & Co.,
Chartered Accountants
Firm Registration No.:002485S



CSK Prabhu
CSK Prabhu
Partner
Membership No:019811
UDIN: 23019811BG TKNR2904



Sakthi Finance

Since 1955

Statement containing details of manner of utilization of funds raised through the Public Issue of Secured Redeemable Non-Convertible Debentures (The NCD Public Issue-7)

A. Statement of utilization of Issue proceeds:

(Rs. In Crores)

Name of the Issuer	ISIN	Mode of Fund Raising (Public issues/ Private Placement)	Type of Instrument	Date of raising funds	Amount raised (Rs. In Crores)	Funds utilized	Any deviation (Yes/No)	If 8 is Yes, then specify the purpose of for which the funds were utilized	Remarks, if any
1	2	3	4	5	6	7	8	9	10
SAKTHI FINANCE LIMITED	INE302E07573	Public Issue	Non-Convertible Debentures	08/05/2023	13.49	146.86	No	NA	No Remarks
SAKTHI FINANCE LIMITED	INE302E07508	Public Issue	Non-Convertible Debentures	08/05/2023	19.53		No	NA	No Remarks
SAKTHI FINANCE LIMITED	INE302E07540	Public Issue	Non-Convertible Debentures	08/05/2023	6.56		No	NA	No Remarks
SAKTHI FINANCE LIMITED	INE302E07516	Public Issue	Non-Convertible Debentures	08/05/2023	15.40		No	NA	No Remarks
SAKTHI FINANCE LIMITED	INE302E07557	Public Issue	Non-Convertible Debentures	08/05/2023	2.10		No	NA	No Remarks
SAKTHI FINANCE LIMITED	INE302E07490	Public Issue	Non-Convertible Debentures	08/05/2023	2.51		No	NA	No Remarks
SAKTHI FINANCE LIMITED	INE302E07565	Public Issue	Non-Convertible Debentures	08/05/2023	50.75		No	NA	No Remarks
SAKTHI FINANCE LIMITED	INE302E07524	Public Issue	Non-Convertible Debentures	08/05/2023	16.16		No	NA	No Remarks
SAKTHI FINANCE LIMITED	INE302E07532	Public Issue	Non-Convertible Debentures	08/05/2023	20.36		No	NA	No Remarks
Total					146.86	146.86			

Note: The amount of Rs.146.86 crores shown as "Funds utilised" in the above table relating to NCD Public Issue - 7 comprises of Issue expenses Rs.4.07 crores and amounts utilised for the objects stated in the NCD Public Issue - 7 prospectus Rs.142.79 crores, totaling to Rs. 146.86 crores.



Sakthi Finance Limited

42, Dr. Nanjappa Road, Coimbatore - 641 018, Tamilnadu, India.




B. Statement of deviation/ variation in use of Issue proceeds: NIL

Statement of Deviation or Variation in utilisation of funds raised						
Name of listed entity	Sakthi Finance Limited					
Mode of Fund Raising	Public Issue					
Type of instrument	Non-Convertible Debentures					
Date of Raising Funds	08th May 2023					
Amount Raised	₹ 146.86 (INR Crores)					
Report filed for quarter year ended	30th September 2023					
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?	No					
If yes, details of the approval so required?	Not Applicable since no deviation/variation					
Date of approval	Not Applicable since no deviation/variation					
Explanation for the Deviation / Variation	Not Applicable since no deviation/variation					
Comments of the audit committee after review	Not Applicable since no deviation/variation					
Comments of the auditors, if any	Not Applicable since no deviation/variation					
Objects for which funds have been raised and where there has been a deviation, in the following table	Not Applicable since no deviation/variation					
Original Object	Modified Object, if any	Original Allocation	Modified allocation, if any	Funds Utilised (₹ crores)	Amount of Deviation/ Variation for the half year according to applicable object (₹ lakhs and in %)	Remarks, if any
Not Applicable since no deviation/variation	Not Applicable since no deviation/variation	Not Applicable since no deviation/variation	Not Applicable since no deviation/variation	NA	Not Applicable since no deviation/variation	Nil

Coimbatore
08-11-2023

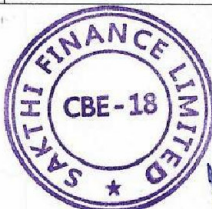


For and on behalf of
Sakthi Finance Limited


Srinivasan Anand
Chief financial Officer

Disclosures to be made in terms of Regulation 30 of the SEB1 (Listing Obligations and Disclosure Requirements Regulations) 2015 in relation to the proposed NCD Public Issue is set out below

Sl No	Particulars	Details
1	Size of the Issue	Secured Redeemable, Non-Convertible Debentures (" NCDs ") of face value of ₹ 1,000 each at par for ₹ 10,000 lakh (being the " base issue size ") with an option to retain over-subscription up to ₹ 10,000 lakh, aggregating ₹ 20,000 lakh.
2	Whether proposed to be listed? (IF yes, name of the stock exchange(s))	Yes, BSE Limited
3	Tenure of the Instrument - date of the allotment and date of maturity	Will be decided by the NCD Issuance Committee at the time of approving the Final NCD Prospectus
4	Coupon / interest offered, schedule of payment of coupon / interest and principal	Will be decided by the NCD Issuance Committee at the time of approving the final NCD Prospectus
5	Charge / Security, if any, created over the assets	An identified immovable property and / or specified Hire Purchase receivables of the Company will be offered as security. Security Cover will be 100% of the debenture value
6	Special Rights / interest / privileges attached to the instrument and changes thereof	Nil
7	Delay in payment of interest / principal amount for a period of more than three months from the due date or default in payment of interest/principal	In the event of a payment default or any other event of default, of the amounts due under the issue, the issuer shall pay interest at such rate as may be stipulated / prescribed under applicable laws from the date of the occurrence of the payment default on the outstanding principal amount of the Debentures until such default is cured or the debentures are redeemed pursuant to such default, as applicable. If the coupon payment day is a holiday, then the coupon payment will be made on the immediately succeeding business/working day.





Sakthi Finance

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Sl No	Particulars	Details
8	Details of any letter or comments regarding payment / non-payment of interest, principal on due dates, or any other matter concerning the security and / or the assets along with its comments thereon, if any	Not applicable
9	Details of redemption of preference shares indicating the manner of redemption (whether out of profits or out of fresh issue) and debentures	Redemption will be made out of the profits of the company or out of funds raised through fresh issue for the purpose, as may be applicable.



Sakthi Finance Limited

62, Dr. Nanjappa Road, Coimbatore - 641 018, Tamilnadu, India.

Ph : (0422) 2231471 - 474, 4236200 Fax : (0422) 2231915 | www.sakthifinance.com | CIN : L65910TZ1955PLC000145