

Date: 25.07.2024

ISIN: INE526R01028
SCRIP CODE: 539017
SCRIP ID: STARHFL
PAN NO. AAGCA1988C

To,
BSE Limited
Phiroze Jeejeebhoy Towers,
Dalal Street, Mumbai-400001

Sub: Press Release

Dear Sir / Madam,

Pursuant to Regulation 30 of SEBI (Listing Obligation and Disclosure Requirements) Regulations, 2015, please find attached press release with respect to Unaudited Financial Results for the quarter ended June 30, 2024 & Company Update which will be disseminated shortly. The content of which is self-explanatory.

The Press Release may also be accessed on the website of the company at www.starhfl.com

This is for your information and records.

Thanking You,

For M/s. STAR HOUSING FINANCE LIMITED

Shreyas Mehta
Company Secretary and Compliance Officer
M.No. A38639

Encl: Press Release

**STAR HOUSING FINANCE LIMITED CARRIES STRONG MOMENTUM INTO THE FIRST QUARTER
REPORTS ROBUST BUSINESS AND FINANCE PERFORMANCE FOR THE PERIOD ENDING JUNE 30, 2024**
74 % y-o-y INCREASE IN AUM, 71 % y-o-y INCREASE IN INCOME, 95 % y-o-y INCREASE IN PAT

Mumbai | July 25, 2024

Star Housing Finance Limited (Star HFL), a BSE listed company (BSE Scrip code BOM: 539017) semi urban and rural focused home finance company has maintained its growth trajectory in the retail home finance space and has resultantly reported strong business and financial performance for the quarter ending on June 30, 2024.

During the period Star HFL registered milestones across business areas for the quarter ending June 30, 2024 enlisted as below:

Business Numbers: AUM increased **73.55 %** y-o-y to Rs. **471.41** crs. The Company disbursed Rs. **61.23** crs in the quarter under review.

Income Growth: Interest income grew by **61.43 %** y-o-y on the back of strong traction in disbursements. Net Interest Margin (NIM) stands at **7.04 %**

Asset Quality Remains Intact: PAR (0+ days past due) stood at **3.38 %**, of which GNPA stands at **1.57 %** and NNPA stands at **1.12 %** as of June 30, 2024

Robust Profitability: Profit before Tax registered **87.98 %** y-o-y growth

Liability Scale Up: Star HFL has strong relationships with Banks and FIs to aid the loan book growth. Current borrowings stand at Rs. 335.35 crs through 6 Banks and 11 FIs. The liability pipeline is robust and is planned as per the business plan for the financial year

Strong Capital Levels: Net-worth as of Jun 30, 2024 stands at Rs. **137.77** crs. Leverage levels remain modest at **2.43x**

ESOP II Approval: Continuing with the philosophy of employee ownership, Star HFL board has approved the ESOP II scheme for eligible employees. This is the second scheme implemented by the Company considering the expanded employee base and the contribution made by eligible employees to the growth of the Company

Dividend payout: Star HFL has announced a 50% increase in dividend payout from 5p to now 7.5p, per share, subject to shareholder approval in the ensuing AGM

Lending Suite Upgraded: Star HFL has completed deployment of core lending suite for end-to-end processing of home loan applications along with receivable management support

Ratings: Star HFL is currently rated BBB / Stable by CARE and India Ratings

Operating & Financial Performance (In crs)	Q1 FY2024-25	Q1 FY2023-24	Y-o-Y Change
Disbursements	61.23	34.67	76.61%
Assets Under Management	471.41	271.62	73.55%
GNPA (%)	1.57%	1.56%	0.01%
NNPA (%)	1.12%	1.13%	(0.01%)
PBT	3.91	2.08	87.98%
PAT	3.02	1.55	94.83%
Borrowing Outstanding	335.35	182.69	83.56%
Leverage(x)	2.43x	1.69x	0.74x

Speaking on the performance for the period, Mr. Kalpesh Dave CEO of Star HFL said, “Star HFL continues to scale up with focus on asset quality. We are now at the threshold on crossing Rs. 500 crs AUM milestone and are well poised to take the next leap of Rs. 1000 crs AUM over the next few quarters. The branch network is now diversified with multi-space across 34 locations with a staff strength of 280+ employees and targets to expand to over 50 locations in existing and newer geographies. We shall continue to invest in branch expansion through the year, keeping target of Rs. 50 crs steady state monthly disbursements to be achieved over the next few quarters. The technology has been augmented to complement the planned scale up. We shall continue to strengthen capitalization levels of the company in-line with growth requirements and subject to all necessary approvals and compliances.”

Speaking about the prospects of retail housing finance, Mr. Kalpesh Dave said, “The relaunch of PMAY through PMAY-Urban 2.0 that entails allocation of Rs. 10 lakh crs with a focus to financially assist in construction of 3 crore additional houses, bodes well for first time home buyers and strengthens the tailwinds in the sector. Star HFL is well poised to leverage the benefits that may accrue post implementation of the scheme. The scale up in its existing and planned new geographies should get bolstered with this thrust of the Government and Star HFL remains fully focused to evolve as a meaningful player in low ticket retail housing finance place over the next 2-3 years”

Company Financials for Q1 FY2024-25

Profit & Loss Statement (Figures in Lakhs):

Sr. No.	Particulars	Quarter Ended			Full Year Ended	
		30-06-2024	30-06-2023	31-03-2024	31-03-2024	31-03-2023
	Revenue From Operations					
(i)	Interest Income	1807.65	1120.23	1521.35	5395.43	3234.89
(ii)	Fees & Commission Income	51.10	26.23	55.79	189.95	106.39
(iii)	Gain/(loss) on de recognition of financial Assets	14.20	20.77	15.67	97.62	29.90
(iv)	Net Gain/(loss) on Fair Value Changes	17.92	4.80	24.86	62.94	15.01
(v)	Other Operating Income	-	56.97	15.02	116.22	146.82
	Other income	205.03	-	310.38	301.38	191.29
I	Total Income	2095.90	1229.01	1934.07	6163.55	3724.31
	Expenses					
(i)	Finance Cost	1019.75	545.22	817.65	2782.78	1128.84
(ii)	Impairment of Financial Instruments	23.27	32.44	49.42	180.26	62.70
(iii)	Employee Benefits expenses	410.64	312.00	379.77	1320.53	950.25
(iv)	Depreciation and amortisation expenses	16.55	14.29	19.01	66.71	35.55
(v)	Other Expenses	235.08	117.51	256.33	666.15	745.34
II	TOTAL EXPENSES	1705.29	1021.46	1522.17	5016.43	2922.68
III	Profit Before Tax (I-II)	390.61	207.55	411.89	1417.12	801.63
IV	- Tax Expenses					
	- Current Tax	106.42	49.82	0.81	136.99	129.95
	- Deferred Tax	(17.66)	2.37	137.09	121.80	(26.31)
V	Profit For the period (III-IV)	301.85	155.36	273.99	888.33	697.99
	- Other comprehensive Income					
	a) Items that will not be reclassified to profit or loss					
	-Re-measurements of defined benefit liability		-	(8.94)	(8.94)	0.88
	b) Items that will be reclassified to profit & loss	63.93	-			(105.12)
VI	Total Other Comprehensive Income		-	(8.94)	(8.94)	(104.24)
VII	Total Comprehensive Income (V+VI)	365.78	155.36	265.05	879.39	593.75
	Earnings Per Share (EPS for the quarters are not annualised)					
	Basic (Amount in INR)	0.38	0.20	0.35	1.14	0.97
	Diluted (Amount in INR)	0.37	0.20	0.34	1.11	0.93
	Face Value per share (Amount in INR)	5.00	5.00	5.00	5.00	5.00

Balance Sheet Statement (Figures in Lakhs):

Sr. No.	Particulars	As on June 30, 2024	As on June 30, 2023	As on March 31, 2024
1	ASSETS			
	Financial Assets			
	-Cash and cash equivalents	2186.32	2150.05	6093.60
	-Bank balance other than cash and cash equivalents	2161.68	1417.99	2461.73
	- Loans	42483.53	24528.44	38202.55
	- Investments	904.59	795.26	801.23
	-Other Financial assets	883.31	282.80	701.16
	Total Financial Assets	48619.43	29174.54	48260.28
2	Non-financial Assets			
	-Property, plant and Equipment	292.86	213.64	283.65
	-Intangible Assets	23.34	194.63	25.31
	-Capital WIP	186.38	-	186.38
	-Deferred tax assets (net)	-	73.76	-
	-Current Tax Asset (Net)	81.31	23.68	130.66
	-Other non-financial assets	174.33	92.51	144.53
	Total Non-Financial Assets	758.24	598.22	770.54
	Total Assets	49377.67	29772.76	49030.82
1	LIABILITIES AND EQUITY			
	LIABILITIES			
	Financial Liabilities			
	- Debt Securities	2676.37	0	2813.68
	- Borrowings (other than debt securities)	30858.29	18269.08	29216.25
	- Other Financial liabilities	1963.26	625.05	3577.85
	Total Financial Liability	35497.92	18894.13	35607.78
2	Non-Financial Liabilities			
	- Provisions	5.98	17.16	6.04
	- other non-financial liabilities	50.58	27.85	72.88
	- Deferred Tax Liability (Net)	46.52	-	42.67
	Total Non-Financial Liability	103.08	45.01	121.59
3	Equity			
	-Equity Share capital	3939.03	3857.91	3936.03
	-Other Equity	9837.64	6975.71	9365.42
	Total Equity	13776.67	10833.63	13301.46
	Total Liabilities and Equity	49377.67	29772.76	49030.82

About Star Housing Finance Limited (Star HFL)

Star Housing Finance Limited (Star HFL) is BSE listed rural focused housing finance company. The Company has been operational in the low-cost housing finance space since 2009. Star HFL provides long term housing finance assistance to EWS/LIG families towards purchase/construction of low-cost housing units (affordable housing) in its operational geographies. Star HFL is a professionally managed Company with a presence across states of Maharashtra, Madhya Pradesh, Gujarat, Rajasthan, NCR and Tamil Nadu. Star HFL is registered as a Primary Lending Institution (PLI) under the Pradhan Mantri Awas Yojana (PMAY) and has received subsidy for its qualified customers under CLSS scheme. Star HFL is headquartered in Mumbai, Maharashtra

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