

SHRIRAM TRANSPORT FINANCE COMPANY LIMITED

CIN: L65191TN1979PLC007874

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STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2019

(Rs. in lacs)

Sr. No.	Particulars	Standalone				Consolidated	
		Quarter Ended		Year Ended		Year Ended	
		31.03.2019 (Audited)*	31.12.2018 (Unaudited)	31.03.2018 (Audited)*	31.03.2019 (Audited)	31.03.2018 (Audited)	31.03.2018 (Audited)
	Revenue from operations						
(i)	Interest Income	381,972	394,842	350,766	1,538,428	1,319,353	1,538,428
(ii)	Dividend Income	-	-	-	499	1,200	499
(iii)	Rental Income	6	5	6	22	21	22
(iv)	Fees and commission Income	2,097	2,283	3,370	7,130	7,691	7,130
(v)	Net gain on fair value changes	-	-	-	-	-	8,177
(vi)	Others	3,058	2,048	376	6,165	1,602	6,165
(I)	Total Revenue from operations	387,133	399,178	354,518	1,552,244	1,329,867	1,552,244
(II)	Other Income	910	231	6,029	2,326	6,297	2,326
(III)	Total Income (I+II)	388,043	399,409	360,547	1,554,570	1,336,164	1,554,570
	Expenses						
(i)	Finance Costs	188,847	191,869	166,922	751,126	636,875	751,126
(ii)	Fees and commission expense	1,698	754	2,734	6,219	6,445	6,219
(iii)	Net loss on fair value changes	979	69	640	258	1,749	258
(iv)	Impairment on financial instruments	53,980	63,621	9,715	238,226	172,232	238,226
(v)	Employee Benefits Expenses	20,397	22,169	20,556	88,306	71,317	88,306
(vi)	Depreciation, amortization and impairment	1,151	1,089	1,008	4,297	3,613	4,297
(vii)	Others expenses	23,767	21,444	22,137	88,311	77,727	88,311
(IV)	Total Expenses	290,819	301,015	223,712	1,176,743	969,958	1,176,743
(V)	Profit / (loss) before exceptional items and tax (III-IV)	97,224	98,394	136,835	377,827	366,206	377,827
(VI)	Exceptional items	-	-	13,974	-	13,974	-
(VII)	Profit/(loss) before tax (V + VI)	97,224	98,394	150,809	377,827	380,180	377,827
(VIII)	Tax Expense:						
(1)	Current Tax	33,453	35,382	8,464	134,637	88,826	134,637
(2)	Deferred Tax	149	(533)	45,297	(2,227)	44,428	(2,227)
(3)	Tax adjustment for earlier years	(10,982)	-	872	(10,982)	872	(10,982)
(IX)	Profit/(loss) for the period	74,604	63,545	96,176	256,399	246,054	256,399
(X)	Share of Profit/(loss) of associates	-	-	-	-	-	1,169
(XI)	Minority interest	-	-	-	-	-	-
(XII)	Net Profit/(loss) after taxes, minority interest and share of profit/(loss) of associates (IX+X+XI)	74,604	63,545	96,176	256,399	246,054	257,568
(XIII)	Other Comprehensive Income						
(i)	Items that will not be reclassified to profit or loss	30	(194)	(49)	(356)	(198)	(370)
(ii)	Income tax relating to items that will not be reclassified to profit or loss	(11)	68	18	124	69	129
	Other Comprehensive Income	19	(126)	(31)	(232)	(129)	(130)
(XIV)	Total Comprehensive Income for the period (XII+XIII)	74,623	63,419	96,145	256,167	245,925	257,327
(XV)	Paid-up equity share capital (face value Rs. 10/- per share)	22,691	22,691	22,691	22,691	22,691	22,691
(XVI)	Other equity				1,560,938	1,334,858	1,573,585
(XVII)	Earnings per equity share (Not annualised for interim periods)						
	Basic (Rs.)	32.88	28.01	42.39	113.01	108.45	113.52
	Diluted (Rs.)	32.88	28.01	42.39	113.01	108.45	113.52

STATEMENT OF ASSETS AND LIABILITIES

(Rs. in lacs)

Sr. No.	Particulars	Standalone		Consolidated	
		As at 31.03.2019 (Audited)	As at 31.03.2018 (Audited)	As at 31.03.2019 (Audited)	As at 31.03.2018 (Audited)
	ASSETS				
(1)	Financial Assets				
(a)	Cash and cash equivalents	102,914	109,071	102,914	109,071
(b)	Bank Balance other than (a) above	295,233	258,385	295,233	258,385
(c)	Derivative financial instruments	2,172	1,054	2,172	1,054
(d)	Receivables				
	(I) Trade Receivables	848	1,398	848	1,398
	(II) Other Receivables	1,995	348	1,995	348
(e)	Loans	9,675,149	9,074,562	9,675,149	9,074,562
(f)	Investments	399,906	234,136	412,553	245,624
(g)	Other Financial assets	4,176	3,748	4,176	3,748
(2)	Non-financial Assets				
(a)	Current tax assets (Net)	10,658	10,426	10,658	10,426
(b)	Deferred tax Assets (Net)	7,570	5,219	7,570	5,219
(c)	Investment Property	206	210	206	210
(d)	Property, Plant and Equipment	14,346	11,822	14,346	11,822
(e)	Other Intangible assets	197	174	197	174
(f)	Other non-financial assets	13,878	13,952	13,878	13,952
	Total Assets	10,529,248	9,724,505	10,541,895	9,735,993
	LIABILITIES AND EQUITY				
	LIABILITIES				
(1)	Financial Liabilities				
(a)	Derivative financial instruments	8,342	468	8,342	468
(b)	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	20,362	21,976	20,362	21,976
	(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	-	-	-	-
(c)	Debt Securities	3,418,175	3,243,261	3,418,175	3,243,261
(d)	Borrowings (Other than Debt Securities)	3,718,930	3,610,855	3,718,930	3,610,855
(e)	Deposits	1,034,147	859,775	1,034,147	859,775
(f)	Subordinated Liabilities	620,188	499,194	620,188	499,194
(g)	Other financial liabilities	73,129	65,068	73,129	65,068
(2)	Non-Financial Liabilities				
(a)	Current tax liabilities (Net)	10,297	21,651	10,297	21,651
(b)	Provisions	13,327	12,733	13,327	12,733
(c)	Other non-financial liabilities	28,722	31,975	28,722	31,975
(3)	EQUITY				
(a)	Equity Share capital	22,691	22,691	22,691	22,691
(b)	Other Equity	1,560,938	1,334,858	1,573,585	1,346,346
	Total Liabilities and Equity	10,529,248	9,724,505	10,541,895	9,735,993

Notes:

- The Company has adopted 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 from April 01, 2018 and the effective date of such transition is April 01, 2017. Such transition has been carried out from the erstwhile Accounting Standards notified under the Act, read with relevant rules issued thereunder and guidelines issued by the Reserve Bank of India (RBI) (collectively referred to as 'the Previous GAAP'). The figures have been presented in accordance with the format prescribed for financial statements for a Non-Banking Finance Company (NBFC) whose financial statements are drawn up in compliance of the Companies (Indian Accounting Standards) Rules, 2015, in Division III of Notification No. GSR 1022 (E) dated October 11, 2018, issued by the Ministry of Corporate Affairs, Government of India.
- The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on May 08, 2019.
- The standalone financial results for the quarter and year ended March 31, 2019 and the consolidated results for the year ended March 31, 2019 have been audited by the Statutory Auditors.
- * The figures for the last quarter of the current financial year and for the previous financial year are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the end of third quarter of the current and previous financial year which was subject to limited review by the statutory auditors.
- During the quarter ended March 31, 2018, the Company sold the controlling stake in its wholly owned subsidiary, Shriram Automall India Limited (SAMIL) to the extent of 16,630,435 equity shares (representing 55.44% of paid-up capital) @ Rs. 94.03 per share for a total consideration of Rs.15,638 lacs to MXC Solutions India Private Limited (MXC). Consequently, SAMIL ceased to be a subsidiary and has been treated as an associate of the Company from February 07, 2018 for purpose of the consolidated financial results. Profit arising on the sale of SAMIL shares amounting to Rs. 13,975 lacs and Rs. 12,309 lacs has been disclosed as Exceptional Items in the standalone and consolidated results respectively for the quarter and year ended March 31, 2018.
- The Company is primarily engaged in the business of financing and there are no separate reportable segments identified as per the Ind AS 108 - Segment Reporting.

7 As required by paragraph 32 of Ind AS 101, net profit reconciliation between the figures reported under Previous GAAP and Ind AS is as under:

Sr. No.	Particulars	(Rs. in lacs)		
		Standalone		Consolidated
		Quarter Ended	Year Ended	Year Ended
	31.03.2018 (Audited)*	31.03.2018 (Audited)	31.03.2018 (Audited)	
	Net profit after tax as per Previous GAAP	14,460	156,802	155,675
a)	Adoption of Effective Interest Rate ("EIR") for amortisation of income and expenses - financial assets at amortised cost	3,445	5,499	5,499
b)	Adoption of EIR for amortisation of expenses - financial liabilities at amortised cost	2,958	2,820	2,820
c)	Expected Credit Loss	126,940	139,979	139,964
d)	Others	(4,519)	(7,951)	2,040
e)	Tax impact on above adjustments	(47,108)	(51,095)	(51,104)
	Net profit/(loss) after tax as per Ind AS	96,176	246,054	254,894
	Other comprehensive income (net of tax)	(31)	(129)	(130)
	Total comprehensive income as per Ind AS	96,145	245,925	254,764

8 As required by paragraph 32 of Ind AS 101, reconciliation of equity as reported in accordance with Previous GAAP and Ind AS is as under:

Sr. No.	Particulars	(Rs. in lacs)	
		Standalone	Consolidated
		As at 31.03.2018 (Audited)	As at 31.03.2018 (Audited)
	Total equity as per Previous GAAP	1,257,232	1,258,799
a)	Adoption of Effective Interest Rate ("EIR") for amortisation of income and expenses - financial assets at amortised cost	39,063	39,063
b)	Adoption of EIR for amortisation of expenses - financial liabilities at amortised cost	21,552	21,552
c)	Expected Credit Loss	81,426	81,355
d)	Others	(3,648)	6,354
e)	Tax impact on above adjustments	(37,538)	(37,532)
f)	Other comprehensive income (net of tax)	(538)	(554)
	Total equity as per IND AS	1,357,549	1,369,037

- 9 The Company's Secured Non-Convertible Debentures are secured by specific assets covered under hypothecation loan agreements and by way of exclusive charge and mortgage of immovable property and with a cover of 100% and above as per the terms of issue.
- 10 Within the Shelf limit of Rs. 500,000 lacs of the Shelf Prospectus dated June 22, 2018 issued by the Company with respect to Public Issue of Secured Redeemable Non-Convertible Debentures ("NCDs"), of face value of Rs.1,000/- each, the Company made allotment of 5,373,189 NCDs under Tranche 3 Issue aggregating to Rs. 53,731.89 lacs on February 06, 2019. The proceeds of the Tranche 3 Issue have been utilized for the purpose of onward disbursements.
- 11 During the current quarter, the Company issued and allotted senior secured notes in offshore market (notes) aggregating to INR 284,990 lacs consisting of 5.70% notes due 2022 under INR 500,000 lacs Medium Term Note Programme. The notes issued by the Company are listed on Singapore Stock Exchange (SGX-ST). The proceeds of the Issue have been utilized for the purpose of onward disbursements.
- 12 The Board of Directors has recommended a final dividend of Rs. 7/- per equity share of Rs. 10/- each (i.e. 70%) subject to shareholders approval in the ensuing 40th Annual General Meeting. The Company has paid an interim dividend of Rs. 5/- per equity share (50%) on November 16, 2018. With this, the total dividend for the financial year 2018-19 is Rs. 12/- per share (i.e. 120%).
- 13 The figures for the previous quarter/year have been regrouped / rearranged wherever necessary to conform to the current period/year presentation.

**By order of the Board
For Shriram Transport Finance Company Limited**

Place : Mumbai
Date : May 08, 2019

Umesh Revankar
Managing Director & CEO
DIN: 00141189