

**SHRIRAM TRANSPORT FINANCE COMPANY LIMITED**

CIN: L65191TN1979PLC007874

Regd. Office: Mookambika Complex, 3rd Floor, 4, Lady Desika Road, Mylapore, Chennai - 600 004.

Tel. No: +91 44 2499 0356, Fax: +91 44 2499 3272. Website-www.stfc.in, email-secretarial@stfc.in.

**STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30, 2018**

(Rs. in lacs)

Sr.no.	Particulars	Quarter Ended			Half Year Ended	
		30.09.2018 (Unaudited)	30.06.2018 (Unaudited)	30.09.2017 (Unaudited)	30.09.2018 (Unaudited)	30.09.2017 (Unaudited)
	<b>Revenue from operations</b>					
(i)	Interest Income	391,257	370,693	323,175	761,950	633,275
(ii)	Dividend Income	-	499	1,200	499	1,200
(iii)	Rental Income	6	5	5	11	7
(iv)	Fees and commission Income	1,329	1,087	1,017	2,416	2,223
(v)	Net gain on fair value changes	599	467	-	1,066	-
(vi)	Others	608	451	469	1,059	955
<b>(I)</b>	<b>Total Revenue from operations</b>	<b>393,799</b>	<b>373,202</b>	<b>325,866</b>	<b>767,001</b>	<b>637,660</b>
<b>(II)</b>	<b>Other Income</b>	<b>977</b>	<b>205</b>	<b>97</b>	<b>1,182</b>	<b>156</b>
<b>(III)</b>	<b>Total Income (I+II)</b>	<b>394,776</b>	<b>373,407</b>	<b>325,963</b>	<b>768,183</b>	<b>637,816</b>
	<b>Expenses</b>					
(i)	Finance Costs	184,887	183,568	155,950	368,455	309,934
(ii)	Fees and commission expense	787	2,036	100	2,823	1,641
(iii)	Net loss on fair value changes	-	-	1,345	-	1,097
(iv)	Impairment on financial instruments	68,359	52,266	56,694	120,625	107,766
(v)	Employee Benefits Expenses	23,209	22,531	16,376	45,740	32,754
(vi)	Depreciation, amortization and impairment	1,068	989	880	2,057	1,690
(vii)	Others expenses	22,563	23,713	19,016	46,276	36,911
<b>(IV)</b>	<b>Total Expenses</b>	<b>300,873</b>	<b>285,103</b>	<b>250,361</b>	<b>585,976</b>	<b>491,793</b>
<b>(V)</b>	<b>Profit / (loss) before exceptional items and tax (III-IV)</b>	<b>93,903</b>	<b>88,304</b>	<b>75,602</b>	<b>182,207</b>	<b>146,023</b>
<b>(VI)</b>	<b>Exceptional items</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>(VII)</b>	<b>Profit/(loss) before tax (V -VI)</b>	<b>93,903</b>	<b>88,304</b>	<b>75,602</b>	<b>182,207</b>	<b>146,023</b>
<b>(VIII)</b>	<b>Tax Expense:</b>					
(1)	Current Tax	36,509	29,293	26,009	65,802	52,440
(2)	Deferred Tax	(3,564)	1,721	(129)	(1,843)	(2,141)
<b>(IX)</b>	<b>Profit/(loss) for the period</b>	<b>60,958</b>	<b>57,290</b>	<b>49,722</b>	<b>118,248</b>	<b>95,724</b>
<b>(X)</b>	<b>Other Comprehensive Income</b>					
(i)	Items that will not be reclassified to profit or loss	(10)	(182)	(49)	(192)	(99)
(ii)	Income tax relating to items that will not be reclassified to profit or loss	3	64	17	67	34
	<b>Other Comprehensive Income</b>	<b>(7)</b>	<b>(118)</b>	<b>(32)</b>	<b>(125)</b>	<b>(65)</b>
<b>(XI)</b>	<b>Total Comprehensive Income for the period (IX+X)</b>	<b>60,951</b>	<b>57,172</b>	<b>49,690</b>	<b>118,123</b>	<b>95,659</b>
<b>(XII)</b>	<b>Earnings per equity share (Not annualised)</b>					
	Basic (Rs.)	26.86	25.25	21.91	52.11	42.19
	Diluted (Rs.)	26.86	25.25	21.91	52.11	42.19

**UNAUDITED STATEMENT OF ASSETS AND LIABILITIES**

(Rs. in lacs)

Sr. no.	Particulars	As at September 30, 2018 (Unaudited)
	<b>ASSETS</b>	
<b>(1)</b>	<b>Financial Assets</b>	
(a)	Cash and cash equivalents	273,116
(b)	Bank Balance other than (a) above	4,867
(c)	Derivative financial instruments	291,092
(d)	Loans	9,875,521
(e)	Investments	234,558
(f)	Other Financial assets	4,237
<b>(2)</b>	<b>Non-financial Assets</b>	
(a)	Current tax assets (Net)	8,406
(b)	Deferred tax Assets (Net)	7,415
(c)	Investment Property	208
(d)	Property, Plant and Equipment	12,386
(e)	Other Intangible assets	238
(f)	Other non-financial assets	8,078
	<b>Total Assets</b>	<b>10,720,122</b>
	<b>LIABILITIES AND EQUITY</b>	
	<b>LIABILITIES</b>	
<b>(1)</b>	<b>Financial Liabilities</b>	
(a)	Derivative financial instruments	285,827
(b)	Payables	
	Trade Payables	
	(i) total outstanding dues of micro enterprises and small enterprises	-
	(ii) total outstanding dues of creditors other than micro	22,599
(c)	Debt Securities	2,831,957
(d)	Borrowings (Other than Debt Securities)	2,885,619
(e)	Deposits	919,392
(f)	Subordinated Liabilities	475,114
(g)	Other financial liabilities	1,773,394
<b>(2)</b>	<b>Non-Financial Liabilities</b>	
(a)	Current tax liabilities (Net)	41,071
(b)	Provisions	2,947
(c)	Other non-financial liabilities	26,251
<b>(3)</b>	<b>EQUITY</b>	
(a)	Equity Share capital	22,691
(b)	Other Equity	1,433,260
	<b>Total Liabilities and Equity</b>	<b>10,720,122</b>

**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 1, 2018 and the effective date of such transition is April 1, 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 11th October, 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 October 25, 2018. The Joint Statutory Auditors of the Company have carried out limited review of the aforesaid results.
- 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.

- 4 The Ind AS compliant financial results, pertaining to the quarter and half year ended September 30, 2017 have not been subjected to Limited Review by the Joint Statutory Auditors. However, the management has exercised necessary due diligence to ensure that such financial results provide a true and fair view of its affairs.
- 5 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)	
		Quarter Ended	Half Year Ended
		30.09.2017 (Unaudited)	30.09.2017 (Unaudited)
	<b>Net profit after tax as per Previous GAAP</b>	47,911	92,779
a)	Adoption of Effective Interest Rate ("EIR") for amortisation of income and expenses - financial assets at amortised cost	1,634	(208)
b)	Adoption of EIR for amortisation of expenses - financial liabilities at amortised cost	167	(880)
c)	Expected Credit Loss	1,371	6,050
d)	Others	(1,361)	(2,017)
	<b>Net profit/(loss) after tax as per Ind AS</b>	<b>49,722</b>	<b>95,724</b>
	Other comprehensive income (net of tax)	(32)	(65)
	<b>Total comprehensive income as per Ind AS</b>	<b>49,690</b>	<b>95,659</b>

- 6 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.
- 7 Within the Shelf limit of Rs. 5,00,000 lakhs as mentioned in 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, on October 15, 2018 the Company has made public issue of NCDs of Base Issue Size of Rs. 30,000 lakhs with an option to retain oversubscription upto Rs.105,000 lakhs aggregating upto Rs. 135,000 lakhs ("Tranche 2 Issue") vide Tranche 2 Prospectus dated October 08, 2018. The public issue of NCDs made vide Tranche 2 Prospectus is open till October 29, 2018 unless closed earlier or extended as per the terms of the Tranche 2 Prospectus.
- 8 The Board of Directors have declared an interim dividend of 50% ( Rs.5/- per equity share of face value of Rs. 10/- each fully paid up) for the financial year 2018-19.
- 9 The corporate guarantee executed by the Company on June 30,2015 in favour of a debenture trustee in connection with unsecured redeemable non-convertible debentures aggregating to Rs. 65,000 lakhs issued by a public limited company was terminated on October 03, 2018.
- 10 The figures for the previous quarter/period have been regrouped / rearranged wherever necessary to conform to the current period presentation.

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

**Umesh Revankar  
Managing Director & CEO  
DIN: 00141189**

Place : Mumbai  
Date : October 25, 2018