

Date & Time of Download : 30/06/2021 18:29:08

BSE ACKNOWLEDGEMENT

Acknowledgement Number	2938812
Date and Time of Submission	6/30/2021 6:28:46 PM
Scripcode and Company Name	511066 - SAKTHI FINANCE LTD.
Subject / Compliance Regulation	Board Meeting Outcome for Outcome Of Board Meeting Held On 30Th June 2021
Submitted By	S.Venkatesh
Designation	Company Secretary & Compliance Officer

Disclaimer : - Contents of filings has not been verified at the time of submission.

BSE Limited

(Scrip Code : 511066)

Floor 25, P J Towers

Dalal Street, Fort

Mumbai – 400 001

On-line Submission through Listing Centre

Dear Sir / Madam,

Outcome of the Board Meeting held on 30th June 2021

We request you to refer our Letter SFL:BMInt:039:2021-22 dated 22nd June 2021 intimating you of convening of Board Meeting on 30th June 2021 for consideration of audited financial results for the year ended 31st March 2021.

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, 30th June 2021), approved the following:

1. AUDITED FINANCIAL RESULTS

Audited Financial Results for the quarter and year ended 31st March 2021 in the prescribed format under Regulation 33(4) of the SEBI Listing Regulations 2015.

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

SI No	Particulars	Annexure
1	Audited Financial Results for the quarter and year ended 31st March 2021	A
2	Independent Auditor's Report from the Statutory Auditors, M/s P K Nagarajan & Co., (FRN :016676S) Chartered Accountants, Coimbatore on the audited financial results for the year ended 31st March 2021	B
3	Disclosures under Regulation 52(4) of the SEBI Listing Regulations 2015	C
4	Declaration under Regulation 33(3)(d) of the SEBI Listing Regulations 2015	D

A copy of Noting certificate from the Debenture Trustee as required under Regulation 52(5) of SEBI Listing Regulations 2015 will be submitted separately.



Sakthi Finance

Since 1955

The extract of Audited Financial Results in the prescribed format under the SEBI Listing Regulations 2015 will be published within the stipulated time as laid down under Regulation 47(1)(b) in English and Tamil newspapers. The audited financial results are being uploaded on the website of the Company, www.sakthifinance.com as well as in the website of BSE Limited in the required manner.

2. Recommendation of Equity Dividend

The Board of Directors have recommended an equity dividend of ₹ 0.60 per share (6% on the face value of ₹ 10) aggregating ₹ 388.24 lakhs which is subject to the approval of members at the ensuing annual general meeting.

3. Issue of Preference Shares on Private Placement Basis

The Board of Directors approved issue of Redeemable Cumulative Preference Shares of ₹ 100 each for an amount not exceeding ₹ 1,500 lakhs on private placement basis. The details of disclosure as required under Regulation 30 is given in the **Annexure - E**. The proposal is subject to approval of members at the ensuing Annual General Meeting ("**AGM**").

The Board Meeting commenced at 4.15 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


S. Venkatesh
Company Secretary
FCS 7012



Encl:(5)

Sakthi Finance Limited
Coimbatore - 18

Statement of Audited Financial Results for the Quarter and Year ended 31st March 2021

(₹ lakh)

SI No	Particulars	Quarter Ended			Year Ended	
		31-03-2021	31-12-2020	31-03-2020	31-03-2021	31-03-2020
		(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
1	Revenue from Operations					
	Interest Income	4,390.23	4,247.19	4,343.91	16,597.96	16,158.72
	Fees and Commission	117.57	122.09	107.89	313.23	483.89
	Rental Income	0.88	0.88	4.89	3.52	21.13
	Sale of power	27.75	26.63	28.96	181.07	150.44
	Bad debts recovery	20.48	5.03	33.85	37.01	208.43
	Total revenue from operations	4,556.91	4,401.82	4,519.50	17,132.79	17,022.61
2	Other Income					
	Profit on sale of Fixed Assets	-	-	-	-	-
	Miscellaneous income	0.40	0.03	0.01	0.87	0.40
3	Total Income	4,557.31	4,401.85	4,519.51	17,133.66	17,023.01
4	Expenses					
	a. Finance Costs	2,621.26	2,645.08	2,635.03	10,415.94	10,109.40
	b. Fees and commission expense	14.79	53.44	44.31	188.08	174.25
	c. Impairment on Financial Assets	200.80	201.51	241.11	787.71	729.44
	d. Employee benefits expenses	751.31	655.80	760.01	2,604.20	2,633.57
	e. Depreciation, amortisation and impairment	103.20	106.01	187.78	421.70	465.61
	f. Other Administrative Expenses	546.71	439.83	309.43	1,458.59	1,509.71
	Total Expenses	4,238.07	4,101.67	4,177.67	15,876.22	15,621.98
5	Profit/(Loss) before Exceptional items and Tax (3-4)	319.24	300.18	341.84	1,257.44	1,401.03
6	Exceptional items	-	-	-	-	-
7	Profit/(Loss) before tax (5-6)	319.24	300.18	341.84	1,257.44	1,401.03
8	Tax expense:					
	a Current Tax	138.98	124.81	104.36	508.42	449.61
	b Deferred Tax	(25.65)	(49.23)	(15.10)	(176.77)	(166.52)
9	Profit after Tax for the period from continuing operations (7-8)	205.91	224.60	252.58	925.79	1,117.94
10	Other Comprehensive Income:					
	(i) Items that will not be reclassified to profit or loss :					
	a) Fair value changes in Equity instruments	(3.43)	9.18	(8.78)	11.94	(22.38)
	b) Remeasurement (Gain)/ Loss in defined benefit obligation	19.19	1.46	50.51	2.19	22.82
	(ii) Income tax relating to items that will not be reclassified to profit or loss	(4.83)	(0.37)	(12.95)	(0.55)	(5.98)
11	Other Comprehensive Income	10.93	10.27	28.78	13.58	(5.54)
12	Total Comprehensive Income for the period (9+11)	216.84	234.87	281.36	939.37	1,112.40
13	Earnings per equity share (Face Value : ₹ 10 each) :					
	- Basic (₹)	0.34	0.36	0.55	1.45	2.19
	- Diluted (₹)	0.34	0.36	0.55	1.45	2.19



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AUDITED BALANCE SHEET

(₹ lakh)

Particulars	As at 31-03-2021	As at 31-03-2020
	(Audited)	(Audited)
ASSETS		
Financial Assets		
Cash and cash equivalents	1,364.11	1,112.79
Bank Balances other than cash and cash equivalents	375.79	469.39
Derivative financial instruments	-	-
Receivables :		
(a) Trade Receivables	182.41	237.36
(b) Other Receivables	3.52	8.69
Loans	109,353.73	107,046.18
Investments	2,668.28	2,659.80
Other Financial assets	1,830.43	2,163.38
Non-Financial Assets		
Inventories	-	-
Current tax assets (net)	-	36.80
Investment Property	279.81	284.41
Property, Plant and Equipment	6,122.27	6,316.65
Right of use assets	1,070.50	1,211.97
Other Intangible assets	102.58	114.95
Intangible assets under development	86.28	15.07
Other non-financial assets	603.73	323.78
Total Assets	124,043.44	122,001.22
LIABILITIES AND EQUITY		
LIABILITIES		
Financial Liabilities		
Payables		
(I) Trade Payables		
(i) total outstanding dues of micro enterprises and small enterprises	3.26	6.87
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	140.62	160.76
(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	151.48	101.99
Debt Securities	28,929.69	31,453.32
Borrowings (Other than Debt Securities)	23,059.16	21,218.20
Deposits	17,086.35	19,046.38
Subordinated Liabilities	33,529.65	29,216.13
Other financial liabilities	1,672.37	1,720.71
Non-Financial Liabilities		
Current tax liabilities (net)	47.29	-
Provisions	118.09	121.73
Deferred tax liabilities (net)	39.48	215.71
Other non-financial liabilities	68.47	91.89
EQUITY		
Equity Share capital	6,470.59	6,470.59
Other Equity	12,726.94	12,176.94
Total Liabilities and Equity	124,043.44	122,001.22



Sakthi Finance Limited
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CASH FLOW STATEMENT

(₹ lakh)

Particulars	Year Ended	
	31.03.2021	31.03.2020
	(Audited)	(Audited)
A. Cash flow from Operating activities		
Profit before tax	1,257.44	1,401.03
Adjustment to reconcile profit before tax to net cash flows		
Non-cash expenses		
Depreciation, amortisation and impairment	421.70	465.61
Impairment on Hire Purchase Loan	641.18	545.14
Bad debts and write offs	166.76	170.29
Remeasurement gain/(loss) on defined benefit plans	2.19	22.82
Impairment on investments	3.46	2.80
Impairment on Trade receivables	(23.69)	11.21
Amortization of fees and Commission on financial liability	273.89	174.10
Income/expenses considered seperately		
Income from investing activities	(252.83)	(253.59)
Net gain/loss on derecognition of property, plant and equipment	0.22	1.50
Finance costs	10,415.94	10,109.40
Operating profit before working capital changes	12,906.26	12,650.31
Movements in Working Capital:		
Decrease/(increase) in loans	(3,115.49)	(15,107.49)
Decrease / (increase) in Trade receivables	78.64	(127.04)
Decrease / (increase) in Other receivables	5.17	(8.69)
Decrease / (increase) in Other financial assets	344.83	(301.14)
Decrease / (increase) in Other non-financial assets	(69.54)	(94.37)
Increase / (decrease) in Trade Payables	(23.75)	(17.93)
Increase / (decrease) in Other Payables	49.49	(149.06)
Increase / (decrease) in Other financial liabilities	63.21	39.06
Increase /(decrease) in Other non-financial liabilities	(23.42)	(13.40)
Increase /(decrease) in Provisions	(3.64)	17.55
Cash generated from operations	(2,694.50)	(15,762.51)
Income taxes paid (net of refunds)	(424.34)	(436.35)
Interest received on Bank deposits	31.66	21.19
Finance costs paid	(9,179.69)	(10,070.99)
Net Cash flows from / (used in) operating activities (A)	639.39	(13,598.35)
B. Cash flow from investing activities		
Purchase of property, plant and equipment and intangible assets	(140.66)	(82.08)
Purchase of investments at amortised cost	-	(51.88)
Proceeds from sale of investments at amortised cost	-	150.00
Proceeds from sale of property, plant and equipment and intangible assets	0.35	0.90
Interest income received from investment at amortised cost	221.17	232.40
Increase in earmarked balances with banks	93.60	225.65
Net cash flows from / (used in) investing activities (B)	174.46	475.00



Sakthi Finance Limited
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(₹ lakh)

Particulars	Year Ended	
	31.03.2021	31.03.2020
	(Audited)	(Audited)
C. Cash flow from Financing activities		
Proceeds from issue of equity shares	-	2,500.00
Issue Expense of Debt Securities	(211.53)	(358.51)
Proceeds from borrowings through debt securities	13,474.41	11,681.70
Repayment of borrowings through debt securities	(16,059.38)	(9,081.08)
Proceeds from borrowings through Deposits	702.12	4,461.38
Repayment of borrowings through Deposits	(2,738.22)	(3,846.90)
Proceeds from borrowings other than debt securities	5,600.00	5,500.00
Repayment of borrowings other than debt securities	(3,870.19)	(4,580.66)
Proceeds from borrowings through subordinated liabilities	3,837.70	14,496.80
Repayment of borrowings through subordinated liabilities	(781.62)	(8,652.45)
(Increase) / decrease in loan repayable on demand	25.04	(494.37)
Lease liability paid	(152.62)	(146.75)
Dividend paid (including tax)	(388.24)	(602.78)
Net cash flows from financing activities (C)	(562.53)	10,876.37
Net increase / (decrease) in cash and cash equivalents (A+B+C)	251.32	(2,246.98)
Cash and cash equivalents at the beginning of the year	1,112.79	3,359.77
Cash and cash equivalents at the end of the year	1,364.11	1,112.79
Net cash provided by / (used in) operating activities includes		
Interest received	16,345.13	15,905.13
Interest paid	(9,179.69)	(10,070.99)
Net cash provided by / (used in) operating activities	7,165.44	5,834.14
Cash and cash equivalents at the end of the year		
i) Cash in hand	714.34	38.58
ii) Cheques on hand	540.37	977.21
iii) Balances with banks (of the nature of cash and cash equivalents)	109.40	97.00
Total	1,364.11	1,112.79



Sakthi Finance Limited
Coimbatore - 18

**Extract of Statement of Audited Financial Results for the
Quarter and Year ended 31st March 2021**

(₹ lakh)

Particulars	Quarter Ended			Year Ended	
	31-03-2021	31-12-2020	31-03-2020	31-03-2021	31-03-2020
	(Audited)	(Unaudited)	(Audited)	(Audited)	(Audited)
Total Revenue from Operations (net)	4,556.91	4,401.82	4,519.50	17,132.79	17,022.61
Net Profit / (Loss) for the period (before tax and Exceptional Items)	319.24	300.18	341.84	1,257.44	1,401.03
Net Profit / (Loss) for the period before tax (after Exceptional Items)	319.24	300.18	341.84	1,257.44	1,401.03
Net Profit / (Loss) for the period after tax (after Exceptional Items)	205.91	224.60	252.58	925.79	1,117.94
Other Comprehensive Income (net of tax)	10.93	10.27	28.78	13.58	-5.54
Total Comprehensive Income for the period [comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (net of tax)]	216.84	234.87	281.36	939.37	1,112.40
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
Reserves (excluding Revaluation Reserve)	-	-	-	10,174.18	9,580.94
Earnings per share (₹ 10 each) (for continuing operations):					
a. Basic (₹)	0.34	0.36	0.55	1.45	2.19
b. Diluted (₹)	0.34	0.36	0.55	1.45	2.19

Notes :

- 1 The above is an extract of the detailed format of the Audited Financial Results filed with Stock Exchange under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015. The full format of the Audited 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.

30th June 2021
Coimbatore - 18



By Order of the Board
For Sakthi Finance Limited

M. Balasubramaniam
Vice Chairman and Managing Director
DIN 00377053

Sakthi Finance Limited
Coimbatore - 18

Notes:

1. The above audited financial results 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.
2. The above audited financial results for the quarter and the year ended 31st March 2021 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 30th June 2021.
3. The financial results for the quarter and year ended 31st March 2021 have been audited by the Statutory Auditors of the Company.

4. The Board of Directors have recommended an equity dividend of Rs. 0.60 per share (6 % on the face value of Rs.10) aggregating Rs. 388.24 lakhs which is subject to approval of members at the ensuing Annual General Meeting.

5. The COVID19 pandemic has resulted in significant decrease in economic activities throughout the Country as well as Global. The Government of India and respective State Government announced a strict curfew and lock down across the country to control the spread of virus. This had a consequential impact on the regular operations of the company. Further during March 2020, the Reserve Bank of India (RBI) also announced moratorium for the loans extended by the Company for the three months period falling due between March 2020 and May 2020 to all the eligible borrowers.
6. The company has granted moratorium up to six months on the payment of instalments falling due between 1st March 2020 and 31st August 2020 to all the eligible borrowers based on the Board approved moratorium policy in line with the Reserve Bank of India ("RBI") guidelines issued on 27th March 2020 and 23rd May 2020 relating to 'COVID-19 - Regulatory Package' and RBI guidelines on EMI moratorium dated 17th April 2020.

Extension of such moratorium benefit to the borrowers as per the COVID-19 Regulatory package of the RBI by itself is not considered to result in significant increase in credit risk as per Ind AS 109 for stagewise classification of accounts. The Company continues to recognize interest income during the moratorium period and in the absence of other credit risk indicators, the granting of a moratorium period does not result in accounts becoming past due.



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Management continues to monitor the evolving situation to determine the financial implications including in respect to Expected Credit Loss provisioning as on 31st March 2021. The Expected Credit Loss on Financial Assets has been provided on an estimated basis.

7. The Company has not classified any accounts for which moratorium has been granted as Non-Performing assets (NPA) which were not declared as NPA till 31st August 2020 in view of Honourable Supreme Courts' Interim order dated 3rd September 2020 (Public Interest Litigation (PIL) by Gajendra Sharma Vs Union of India & ANR)
8. In terms of RBI Circular No. RBI/2019-20 / 220 DOR.No.BP.BC.63/21.04.048/ 2019-20 dated 17th April 2020 on "COVID19 Regulatory Package - Asset Classification and Provisioning", the company had Rs.4,109 lakhs in SMA/overdue categories, where the moratorium/deferment was extended in terms of paragraph 2 and 3 out of the same, Rs.478 lakhs were given the asset classification benefits for which an additional provision of Rs.23.92 lakhs were made during the quarter March 2020 and Rs.23.28 lakhs made during the quarter June 2020. The amount due in respect of such category of accounts is Rs.3,296.50 lakhs as on 31st March 2021. Further, no provisions have been adjusted against any slippages during the respective and subsequent accounting periods.
9. The Government of India, Ministry of Finance, vide its notification dated 23rd October 2020, had announced COVID-19 Relief Scheme for grant of ex-gratia payment of difference between compound interest and simple interest for six months to borrowers in specified loan accounts ("the Scheme"), as per the eligibility criteria and other aspects specified therein and irrespective of whether RBI moratorium was availed or not. The Company has lodged the claim of Rs.237.75 lakhs with the Nodal officer, Nodal Cell for Ex-gratia, State Bank of India (only for use of DFS and Lending institutions) for reimbursement of the ex-gratia amount and the same has been received during the quarter ended March 2021
10. In terms of the requirement as per the RBI notification no. RBI/2019-2020/170 DOR(NBFC).CC.PD.No109/22.10.106/2019-20 date 13th March 2020 on implementation of Ind AS , Non-Banking Financial Companies are required to create an impairment reserve for any short fall in impairment allowances under Ind AS 109 and Income Recognition, Asset Classification and Provisioning (IRACP) norms (including provision on standard assets).

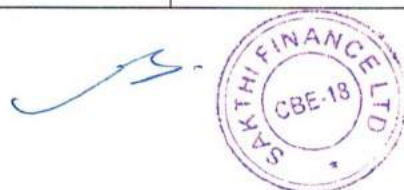


Sakthi Finance Limited
Coimbatore - 18

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 31st March 2021 and accordingly, there is no amount is required to be transferred to impairment reserve.

11. The Company has filed prospectus on 25th June 2021 for Public Issue of Secured and Unsecured, Redeemable, Non-Convertible Debentures ("NCDs") up to Rs.100 crore with an option to retain over-subscription up to Rs.100 crore, aggregating Rs.200 crore. The issue opened from 29th June 2021 and closing on 23rd July 2021.
12. The Company's Secured, Redeemable, Non-Convertible Debentures ("NCDs") are secured by mortgage of identified immovable properties and charge on the specified hire purchase receivables of the Company with a cover of 100%/110% as per the terms of the issue.
13. The Company had allotted 11,69,000, 8.25% Redeemable Cumulative Preference shares of Rs.100 each at par on a private placement basis during the quarter ended 31st March 2021. The Company had classified the same as sub-ordinated liabilities in accordance with Ind AS 32.
14. In terms of RBI Circular No. RBI/2020-21/16 DOR.No.BP.BC/3/21.04.048/2020-21 dated August 6, 2020 in relation to the Resolution Framework for COVID-19-related Stress, disclosure as follows:

Type of Borrowers	Number of accounts where resolution plan has been implemented under this window	Exposure to such accounts before implementation of the plan (Amount in Lakhs)	Aggregate amount of debt that was converted into other securities	Additional funding sanctioned, if any including between invocation of the plan and implementation	Increase in provision on account of implementation of resolution plan (Amount in Lakhs)
Personal Loans	135	832.30	-	-	83.23
Corporate Loans	-	-	-	-	-



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Of which MSMEs	-	-	-	-	-
Others	-	-	-	-	-
Total	135	832.30	-	-	83.23

15. The Company does not fall under the definition of large corporate as per SEBI Circular SEBI/HO/DDHS/CIR/P/2018/144 dated 26 November 2018 and as such furnishing of necessary disclosures do not arise.

16. 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.

17. Till last year, the issue expenses relating to public issue of Non-Convertible Debentures was set off against security premium. In the current year, the amortised issue expenses are written off in the profit and loss account and in future, the same write off policy will continue.

Had the company continued to follow the earlier accounting policy, the profit for the period would have been higher by Rs.117.02 lakhs.

18. 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'.

19. The figures for the last quarter of the current year and of the previous year are the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to third quarter.

20. The figures for the previous year 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

30th June 2021
Coimbatore - 18

**Independent Auditor's Report on Financial Results for the Quarter and Year ended
31st March 2021**

To
The Board of Directors of Sakthi Finance Limited

Opinion

1. We have audited the accompanying financial results of Sakthi Finance Limited (the "Company") for the quarter and year ended 31st March 2021, together with the notes thereon, attached herewith being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").
2. In our opinion and to the best of our information and according to the explanations given to us these financial results:
 - i. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard; and
 - ii. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable accounting standards and other accounting principles generally accepted in India of the total comprehensive income and other financial information for the quarter and year ended 31st March 2021.

Basis for Opinion

3. We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013 (the "Act"). Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Results section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial results under the provisions of the Act, and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



Emphasis of Matter

4. We draw attention to Note 5 & 6 to the accompanying financial results, which explains the impact of the COVID 19 pandemic and management assessment of the probable material impact on Company's operations and financial metrics, including the non-fulfillment of the obligations by the customers due to lock-down, extended moratorium allowed by Government and other restrictions related to Covid-19 situation. Our opinion is not modified in respect of this matter.

Management's Responsibilities for the Financial Results

5. The Company's Board of Directors are responsible for the preparation of these financial results that give a true and fair view of the total comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards specified under Section 133 of the Act read with relevant rules issued there under and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations.
6. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.
7. In preparing the financial results, the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.
8. The Board of Directors are also responsible for overseeing the Company's financial reporting process.



Auditor's Responsibilities for the Audit of Financial Results

9. Our objectives are to obtain reasonable assurance about whether the financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial results.
10. As part of an audit in accordance with SAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:
 - a. Identify and assess the risks of material misstatement of the financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
 - b. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
 - c. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.
 - d. Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report.



However, future events or conditions may cause the Company to cease to continue as a going concern.

- e. Evaluate the overall presentation, structure and content of the financial results, including the disclosures, and whether the financial results represent the underlying transactions and events in a manner that achieves fair presentation.
11. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
12. We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Other Matters

13. We draw your attention to Note 19 of the financial results regarding the figures for the quarter ended 31st March 2021, which are the balancing figures between audited figures in respect of the full financial year and the published unaudited financial results for the nine months ended 31st December 2020.
14. The Financial Results dealt with by this report has been prepared for the intended purpose of filing with Stock Exchanges. These results are based on and should be read with the audited financial statements of the company for the year ended 31st March 2021 on which we issued an unmodified audit opinion vide our report dated 30th June 2021.

Coimbatore
30th June 2021



For P K Nagarajan & Co.,
Chartered Accountants
Firm Registration Number: 016676S


S P Muthusami
Partner

Membership Number: 224171
UDIN:21224171AAAAHU1831

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Disclosure in accordance with Regulation 52(4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015

1. Credit Rating

The Credit Rating as on 31st March 2021 is as follows:

Instrument	Credit Rating Agency	Credit Rating as on 31st March 2021	Previous Credit Rating
Secured, Redeemable Non-Convertible Debentures	ICRA Limited	[ICRA] BBB (Stable)	[ICRA] BBB (Stable)

2. a) **Asset Cover available** : 1.18
b) **Debt Equity Ratio** : 6.10

3. **Previous due date and the actual date of payment of interest / repayment of principal for non-convertible debt securities for the period from 1st October 2020 to 31st March 2021 are given below:**

NCD Public Issue – 2019

Option	ISIN	Type (Interest / Principal)	Amount (₹ lakh)	Due date of payment	Actual date of payment
Option I	INE302E07177	Interest	5.22	1st November 2020	2nd November 2020
Option III	INE302E07193	Interest	4.90	1st November 2020	2nd November 2020
Option VI	INE302E07227	Interest	16.21	1st November 2020	2nd November 2020
Option IX	INE302E08027	Interest	18.15	1st November 2020	2nd November 2020
Option I	INE302E07177	Interest	5.05	1st December 2020	1st December 2020
Option III	INE302E07193	Interest	4.75	1st December 2020	1st December 2020
Option VI	INE302E07227	Interest	15.69	1st December 2020	1st December 2020
Option IX	INE302E08027	Interest	17.56	1st December 2020	1st December 2020
Option I	INE302E07177	Interest	5.22	1st January 2021	2nd January 2021
Option III	INE302E07193	Interest	4.90	1st January 2021	2nd January 2021
Option VI	INE302E07227	Interest	16.21	1st January 2021	2nd January 2021
Option IX	INE302E08027	Interest	18.15	1st January 2021	2nd January 2021
Option I	INE302E07177	Interest	5.22	1st February 2021	1st February 2021
Option III	INE302E07193	Interest	4.90	1st February 2021	1st February 2021
Option VI	INE302E07227	Interest	16.21	1st February 2021	1st February 2021
Option IX	INE302E08027	Interest	18.15	1st February 2021	1st February 2021



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Option I	INE302E07177	Interest	4.72	1st March 2021	1st March 2021
Option III	INE302E07193	Interest	4.43	1st March 2021	1st March 2021
Option VI	INE302E07227	Interest	14.64	1st March 2021	1st March 2021
Option IX	INE302E08027	Interest	16.39	1st March 2021	1st March 2021
Option I	INE302E07177	Interest	5.22	1st April 2021	3rd April 2021
Option III	INE302E07193	Interest	4.90	1st April 2021	3rd April 2021
Option IV	INE302E07201	Interest	27.19	31st March 2021	31st March 2021
Option VI	INE302E07227	Interest	16.21	1st April 2021	3rd April 2021
Option VII	INE302E07235	Interest	30.33	31st March 2021	31st March 2021
Option IX	INE302E08027	Interest	18.15	1st April 2021	3rd April 2021
Option X	INE302E08035	Interest	11.36	31st March 2021	31st March 2021

NCD Public Issue – 2020

Option	ISIN	Type (Interest / Principal)	Amount (₹ lakh)	Due date of payment	Actual date of payment
Option I	INE302E07250	Interest	14.09	1st November 2020	2nd November 2020
Option III	INE302E07276	Interest	6.94	1st November 2020	2nd November 2020
Option VI	INE302E07300	Interest	16.61	1st November 2020	2nd November 2020
Option IX	INE302E08050	Interest	6.40	1st November 2020	2nd November 2020
Option I	INE302E07250	Interest	12.76	1st December 2020	1st December 2020
Option III	INE302E07276	Interest	6.29	1st December 2020	1st December 2020
Option VI	INE302E07300	Interest	15.05	1st December 2020	1st December 2020
Option IX	INE302E08050	Interest	6.02	1st December 2020	1st December 2020
Option I	INE302E07250	Interest	13.64	1st January 2021	2nd January 2021
Option III	INE302E07276	Interest	6.72	1st January 2021	2nd January 2021
Option VI	INE302E07300	Interest	16.09	1st January 2021	2nd January 2021
Option IX	INE302E08050	Interest	6.43	1st January 2021	2nd January 2021
Option I	INE302E07250	Interest	13.64	1st February 2021	1st February 2021
Option III	INE302E07276	Interest	6.72	1st February 2021	1st February 2021
Option VI	INE302E07300	Interest	16.09	1st February 2021	1st February 2021
Option IX	INE302E08050	Interest	6.43	1st February 2021	1st February 2021
Option I	INE302E07250	Interest	12.32	1st March 2021	1st March 2021
Option III	INE302E07276	Interest	6.07	1st March 2021	1st March 2021
Option VI	INE302E07300	Interest	14.53	1st March 2021	1st March 2021
Option IX	INE302E08050	Interest	5.81	1st March 2021	1st March 2021



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Option I	INE302E07250	Interest	13.64	1st April 2021	3rd April 2021
Option III	INE302E07276	Interest	6.72	1st April 2021	3rd April 2021
Option IV	INE302E07284	Annual Interest	12.71	31st March 2021	31st March 2021
Option VI	INE302E07300	Interest	16.09	1st April 2021	3rd April 2021
Option VII	INE302E07318	Annual Interest	22.93	31st March 2021	31st March 2021
Option IX	INE302E08050	Interest	6.43	1st April 2021	3rd April 2021
Option X	INE302E08068	Annual Interest	6.30	31st March 2021	31st March 2021

All interest on Non-Convertible Debentures due for payment during the half-year ended 31st March 2021 were paid on their respective due dates.

Note : wherever variation of due date of payment and actual date of payment occurs is due to holiday.

4. Next due date for payment of interest / principal for non convertible debt securities for the period from 1st April 2021 to 30th September 2021 are given below:

NCD Public Issue – 2019

Option	ISIN	Type (Interest / Principal)	Due date of payment	Amount (₹ lakh)
Option I	INE302E07177	Interest	1st May 2021	5.05
Option III	INE302E07193	Interest	1st May 2021	4.75
Option VI	INE302E07227	Interest	1st May 2021	15.69
Option IX	INE302E08027	Interest	1st May 2021	17.56
Option I	INE302E07177	Principal	15th May 2021	646.99
Option II	INE302E07185	Principal	15th May 2021	1344.40
Option I	INE302E07177	Interest	15th May 2021	2.36
Option II	INE302E07185	Interest	15th May 2021	278.29
Option III	INE302E07193	Interest	1st June 2021	4.90
Option VI	INE302E07227	Interest	1st June 2021	16.21
Option IX	INE302E08027	Interest	1st June 2021	18.15
Option III	INE302E07193	Interest	1st July 2021	4.75
Option VI	INE302E07227	Interest	1st July 2021	15.69
Option IX	INE302E08027	Interest	1st July 2021	17.56
Option III	INE302E07193	Interest	1st August 2021	4.90
Option VI	INE302E07227	Interest	1st August 2021	16.21



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Option IX	INE302E08027	Interest	1st August 2021	18.15
Option III	INE302E07193	Interest	1st September 2021	4.90
Option VI	INE302E07227	Interest	1st September 2021	16.21
Option IX	INE302E08027	Interest	1st September 2021	18.15
Option III	INE302E07193	Interest	1st October 2021	4.75
Option VI	INE302E07227	Interest	1st October 2021	15.69
Option IX	INE302E08027	Interest	1st October 2021	17.56

NCD Public Issue – 2020

Option	ISIN	Type (Interest / Principal)	Due date of payment	Amount (₹ lakh)
Option I	INE302E07250	Interest	1st May 2021	14.09
Option III	INE302E07276	Interest	1st May 2021	6.94
Option VI	INE302E07300	Interest	1st May 2021	16.61
Option IX	INE302E08050	Interest	1st May 2021	6.64
Option I	INE302E07250	Interest	1st June 2021	12.76
Option III	INE302E07276	Interest	1st June 2021	6.29
Option VI	INE302E07300	Interest	1st June 2021	15.05
Option IX	INE302E08050	Interest	1st June 2021	6.02
Option I	INE302E07250	Interest	1st July 2021	13.20
Option III	INE302E07276	Interest	1st July 2021	6.51
Option VI	INE302E07300	Interest	1st July 2021	15.57
Option IX	INE302E08050	Interest	1st July 2021	6.22
Option I	INE302E07250	Interest	1st August 2021	13.64
Option III	INE302E07276	Interest	1st August 2021	6.72
Option VI	INE302E07300	Interest	1st August 2021	16.09
Option IX	INE302E08050	Interest	1st August 2021	6.43
Option I	INE302E07250	Interest	1st September 2021	13.64
Option III	INE302E07276	Interest	1st September 2021	6.72
Option VI	INE302E07300	Interest	1st September 2021	16.09
Option IX	INE302E08050	Interest	1st September 2021	6.43
Option I	INE302E07250	Interest	1st October 2021	13.20
Option III	INE302E07276	Interest	1st October 2021	6.51
Option VI	INE302E07300	Interest	1st October 2021	15.57
Option IX	INE302E08050	Interest	1st October 2021	6.22



Sakthi Finance Limited
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4. **Outstanding redeemable preference shares : Nil**

5. **Details of Debenture Redemption Reserve ("DRR") are given below:**

Series / Tranche	Amount of issue (₹ lakh)	DRR required to be created (₹ lakh)	DRR created up to 31.03.2021 (₹ lakh)	Funds invested for debentures maturing during the year (₹ lakh)
Public Issue 2019	11,770.00	As per the Companies (Share Capital and Debenture) Rules 2016 read with the Companies Act 2013, DRR is not required to be created for Public Issue of debentures by NBFCs (Listed) registered with RBI under Section 45IA of the RBI (Amendment) Act 1997		Not Applicable
Public Issue 2020	10,286.31			

6. **Net worth : ₹ 16,085.16 lakh**

7. **Net profit after tax : ₹ 925.79 lakh**

8. **Earnings Per Share : ₹ 1.45**





Sakthi Finance

Since 1955

ANNEXURE D

SFL:BSEBM:045:2021-22

30th June 2021

BSE Limited

(Scrip Code : 511066)

Floor 25, P J Towers

Dalal Street, Fort

Mumbai – 400 001

On-line Submission through Listing Centre

Dear Sir / Madam

Declaration pursuant to Regulation 33(3)(d) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015 ("Listing Regulations 2015")

I, Dr S Veluswamy, Director and Chief Financial Officer of Sakthi Finance Limited having its Registered Office at 62, Dr. Nanjappa Road, Coimbatore - 641 018, hereby declare that the Statutory Auditors of the Company, M/s P K Nagarajan & Co., Chartered Accountants (Firm Registration No: 0166765), have issued an Audit Report with an unmodified opinion on the Audited Financial Results of the Company for the year ended 31st March 2021.

This declaration is given in compliance of Regulation 33(3)(d) of the Listing Regulations 2015, as amended by the SEBI notification No SEBI/LAD-NRO/GN/2016-17 /001 dated 25th May 2016 and SEBI Circular No CIR/CFD/CMD/56/2016 dated 27th May 2016.

We request you to take this declaration on record.

Yours faithfully

For Sakthi Finance Limited

Dr S Veluswamy

Director and Chief Financial Officer




Disclosure pursuant to Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 ("Listing Regulations") relating to the issue and allotment of Redeemable, Cumulative Preference Shares ("RCPS") on private placement basis

SI No	Disclosure Requirement	Details
a	Size of the issue	₹ 1,500 lakhs
b	Whether proposed to be listed? If yes, name of the Stock Exchange	No. The RCPS will not be listed in BSE Limited
c	Tenor of the instrument (with Date of allotment and date of maturity)	3 years from the date of allotment
d	Coupon / interest offered, Schedule of payment of coupon / interest and principal	8.25% per cent per annum
e	Charge / Security, if any created over the assets	No charge will be created on the assets
f	Special Right/ interest / privileges attached to the instrument and changes thereof	Not applicable
g	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	Not applicable
h	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
i	Details of redemption of preference shares indicating the manner of redemption (whether out of profits or out of fresh issue) and debentures	Redemption of RCPS will be made out of the profits of the company or out of fresh issue of shares to be made for the purpose of redemption, as may be appropriate at the time of redemption

For Sakthi Finance Limited




Company Secretary
FCS 7012