

SATIN CREDITCARE NETWORK LIMITED

Regd. Office: 5th Floor, Kundan Bhawan, Azadpur Commercial Complex, Delhi-110033

STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER/YEAR ENDED 31ST MARCH 2014

(Rs./Lacs)

Part - I		Quarter Ended			Year Ended	
		31.03.2014	31.12.2013	31.03.2013	31.03.2014	31.03.2013
S. No.	Particulars	Reviewed	Reviewed	Reviewed	Audited	Audited
		Refer Note 9	Refer Note 9	Refer Note 9	Refer Note 9	Refer Note 9
1	Revenue from Operations	5,743.94	5,355.46	3,280.05	19,054.84	9,412.80
	Total Income	5,743.94	5,355.46	3,280.05	19,054.84	9,412.80
2	Expenses					
	Employee Benefit Expense	653.49	609.17	406.34	2,355.22	1,586.19
	Direct Operational Expenses	138.26	172.33	125.87	601.42	420.87
	Depreciation	22.09	18.32	16.59	71.47	61.36
	Provisions and Write-offs (Refer Note 6)	160.75	176.26	66.16	909.45	225.01
	Administration and Other Expenses	637.43	671.73	318.45	2,279.00	1,174.25
	Total Expenses	1,612.02	1,647.81	933.41	6,216.56	3,467.68
3	Profit/(Loss) from operations before other income & finance costs (1-2)	4,131.92	3,707.65	2,346.64	12,838.28	5,945.12
4	Other Income	106.68	1.04	16.74	110.65	20.26
5	Profit/(Loss) Before Finance Cost (3+4)	4,238.60	3,708.69	2,363.38	12,948.93	5,965.38
6	Finance Cost (Refer Note 7)	3,206.62	2,952.67	2,054.33	10,607.66	5,430.35
7	Profit/(Loss) Before Tax (5-6)	1,031.98	756.02	309.05	2,341.27	535.03
8	Tax Expense:					
	(a) Current Tax	389.66	254.25	84.63	963.23	165.75
	(b) Tax Related To Earlier Years	(1.89)	2.39	-	0.50	(0.08)
	(c) Deferred Tax	12.36	31.20	10.59	178.22	20.47
	Total Tax Expense [(a)+(b)-(c)]	375.41	225.44	74.04	785.51	145.20
9	Profit after Tax	656.57	530.58	235.01	1,555.76	389.83
10	Paid up Equity Share Capital (Face value of each equity share -Rs.10/-)	2,269.21	2,269.21	2,269.21	2,269.21	2,269.21
11	Paid up, 12%, Cumulative, Rated, Non-Participative, Non-Convertible & Compulsorily Redeemable Preference Shares of Rs. 10/- each	600.00	-	-	600.00	-
12	Reserve excluding Revaluation Reserves	-	-	-	11,574.81	10,095.87
13	Earning per share (Before extraordinary items) (not annualised)					
	Basic EPS (Rs.)	2.86	2.34	1.31	6.83	2.18
	Diluted EPS (Rs.)	2.79	2.29	1.28	6.67	2.12
14	Earning per share (After extraordinary items) (not annualised)					
	Basic EPS (Rs.)	2.86	2.34	1.31	6.83	2.18
	Diluted EPS (Rs.)	2.79	2.29	1.28	6.67	2.12

Part II - Select Information for the Quarter/Year ended 31st MARCH 2014

Particulars		Quarter Ended			Year Ended	
		31.03.2014	31.12.2013	31.03.2013	31.03.2014	31.03.2013
		Reviewed	Reviewed	Reviewed	Audited	Audited
		Refer Note 9	Refer Note 9	Refer Note 9	Refer Note 9	Refer Note 9
A	Particular of Shareholding					
1	Public Shareholding					
	- No. of shares	14,538,923	14,538,923	14,531,712	14,538,923	14,531,712
	- % of shareholding	62.68%	62.68%	62.65%	62.68%	62.65%
2	Promoters and Promoter group shareholding					
	a) Pledged / Encumbered					
	- Number of shares	Nil	Nil	Nil	Nil	Nil
	- Percentage of shares (as a % of the total shareholding of Promoter and Promoter group)	Nil	Nil	Nil	Nil	Nil
	- Percentage of shares (as a % of the total share capital of the Company)	Nil	Nil	Nil	Nil	Nil
	b) Non-Encumbered					
	- Number of shares	8,654,228	8,654,228	8,661,939	8,654,228	8,661,939
	- Percentage of shares (as a % of the total shareholding of Promoter and Promoter group)	100.00%	100.00%	100.00%	100.00%	100.00%
	- Percentage of shares (as a % of the total share capital of the Company)	37.32%	37.32%	37.35%	37.32%	37.35%

Particular	Quarter Ended
	31.03.2014
B Investor Complaints	
Pending at the beginning of the quarter	Nil
Received during the quarter	Nil
Disposed of during the quarter	Nil
Remaining unresolved at the end of the quarter	Nil

STATEMENT OF ASSETS AND LIABILITIES

Particulars		(Rs./Lacs)	
		As at 31.03.2014	As at 31.03.2013
		Audited	Audited
I.	EQUITY AND LIABILITIES		
1	Shareholders' Funds		
	(a) Share Capital	2,869.21	2,269.21
	(b) Reserve & Surplus	11,574.81	10,095.87
	Sub-Total Shareholders' fund	14,444.02	12,365.08
2	Non-Current liabilities		
	(a) Long Term Borrowings	32,881.53	27,797.30
	(b) Long Term Provisions	26.04	28.03
	Sub-Total Non-Current Liabilities	32,907.57	27,825.33
3	Current Liabilities		
	(a) Short Term Borrowings	1,729.06	841.64
	(b) Other Current Liabilities	62,284.52	33,362.79
	(c) Short Term Provisions	211.52	124.03
	Sub-Total Current Liabilities	64,225.10	34,328.46
	TOTAL EQUITY & LIABILITIES	111,576.69	74,518.87
B	ASSETS		
1	Non-current Asset		
	(a) Fixed Assets		
	(i) Tangible Assets	525.56	415.49
	(ii) Intangible Assets	16.54	10.66
	(iii) Capital Work-In-Progress	656.56	404.08
	(b) Non-Current Investments	5.51	68.51
	(c) Deferred Tax Assets (net)	245.32	67.09
	(d) Long Term Loans & advances	158.68	6.28
	(e) Other Non-Current Assets	7,201.96	6,519.83
	Sub-Total Non-Current Assets	8,810.13	7,491.94
2	Current Assets		
	(a) Trade Receivables	77,894.35	45,325.81
	(b) Cash & Cash Equivalents	21,522.27	20,525.36
	(c) Short Term Loans and Advances	410.73	53.86
	(d) Other Current Assets	2,939.21	1,121.90
	Sub-Total Current Assets	102,766.56	67,026.93
	TOTAL ASSETS	111,576.69	74,518.87

Notes :

- The audited financial results were reviewed by the Audit Committee and approved at the meeting of the Board of Directors of the Company held on 26th May 2014.
- On 28th February 2014, The Company has made allotment of 60,00,000 ,12% ,Cumulative, Rated, Non-Participative, Non-Convertible & Compulsorily Redeemable Preference Shares of Rs. 10/- each aggregating to Rs. 6,00,00,000/- on a private placement basis on the terms & conditions set out in the Preference Share subscription agreement dated 26th February 2014. The Company has proposed a dividend of 12.34% on the preference shares capital amounting to Rs. 6,49,118.00 on a prorata basis, subject to the approval of the equity shareholders.
- During the year, the Company has redeemed 12 , Secured ,Redeemable, Non-Convertible Debentures of Rs.1,00,00,000/- each fully paid up amounting to Rs.12,00,00,000/- on 30th March 2014. Further, another lot of 37, Secured, Redeemable, Non-Convertible Debentures of Rs.25,00,000/- each fully paid up amounting to Rs. 9,25,00,000/- has been redeemed after the balance sheet date on 15th April 2014.
- The Company has increased the authorised share capital from Rs. 25,00,00,000/- to Rs. 1,30,00,00,000/-. Further, the Company has made an allotment of 26,57,710 equity shares of the Company to non-promoters. The final allotment was made after the balance sheet date on 2nd April 2014.
- The Registered office of the Company is shifted from 306, LUSA Tower, Azadpur Commercial Complex, Delhi-110033 to 5th Floor, Kundan Bhawan, Azadpur Commercial Complex, Delhi-110033 by the Board in its meeting held on 26th May 2014 to improve operational efficiency of the company.
- The Reserve Bank of India ("RBI") issued a circular No. RBI/2011-12/290 DNBS.CC. PD. No. 250/03.10.01/2011-12 on 2nd December, 2011, which provides the change in asset classification and provisioning norms, applicable to NBFC-MFI companies w.e.f. 1st April 2012. The applicability of the same was deferred to 1st April 2013. Accordingly, the Company from 1st April 2013, has changed its asset classification and provisioning norms. The provisioning for the period 1st April 2013 to 31st March 2014 as per new norms is higher by Rs. 437.41 lacs as compared to the previous provisioning policy. The profit before tax of the company is lower by Rs. 437.41 lacs for this year.
- The Company was following the policy of charging off the incidental costs relating to raising funds for working capital in the month they were incurred. However, The Reserve Bank of India, vide its letter no. DNBS.PD.NO. 4906/03.10.038/ 2012-13 dated 4th April, 2013 to MFIN (Micro Finance Institutions Network) on calculation of Cost of Borrowing, clarified that the incidental costs incurred by any entity for raising a loan should be amortized over the period of loan on monthly basis. Based on the above clarification from RBI, the Board of Directors has approved the change in accounting policy regarding Borrowing cost for all fresh funding raised after 1st April 2013 and the same has been implemented. The Company, during the year, has incurred incidental cost of Rs. 543.32 lacs for raising funds for working capital. A sum of Rs. 401.89 Lacs of incidental cost has been deferred as at 31st March 2014. Finance Cost for the period 1st April 2013 to 31st March 2014 as per new policy is lower by Rs. 401.89 lacs as compared to the previous accounting policy. The profit before tax of the company is higher by Rs. 401.89 lacs for this year.
- The Company operates in only one segment - Microfinance Loans, hence the Accounting Standard 17 on segment reporting is not applicable to the Company.
- Figures of the quarter ended 31st March 2014 and 31st March 2013 are the balancing figures between audited figures in respect of the full financial year and the unaudited published year to date figures upto the third quarter ended 31st December 2013 and 31st December 2012 respectively.
- Previous year/periods figures have been regrouped/rearranged to make them comparable to current year/period figures.

By order of the Board of Directors
For Satin Creditcare Network Limited

Place: Delhi
Dated: 26.05.2014

(H P Singh)
Chairman Cum Managing Director