

**Independent Auditor's Limited Review Report on unaudited standalone financial results of Satin Creditcare Network Limited for the quarter and nine months ended December 31, 2021 pursuant to the Regulation 33 and Regulation 52 read with Regulation 63 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the Listing Regulations, 2015')**

**To the Board of Directors of  
Satin Creditcare Network Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results ('the Statement') of Satin Creditcare Network Limited ('the Company') for the quarter and nine months ended December 31, 2021 attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 and Regulation 52 read with Regulation 63 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Listing Regulations, 2015').
2. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors of the Company. The preparation of the statement is in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards 34, "Interim Financial Reporting" (Ind AS), prescribed under section 133 of the Companies Act, 2013 read with relevant rules there under and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 and Regulation 52 read with Regulation 63 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015,. Our responsibility is to issue a report on the statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial results are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with applicable Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013 as amended read with relevant rules issued thereunder and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 and Regulation 52 read with Regulation 63 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to note no. 3 on the statement which describes the uncertainties and the impact of Covid-19 pandemic on the Company's operations and results as assessed by the management.




**S S KOTHARI MEHTA**  
**& COMPANY**  
CHARTERED ACCOUNTANTS


Our conclusion is not modified in respect of this matter.

6. The unaudited standalone financial results for the corresponding quarter and nine months ended December 31, 2020 included in the statement are based on the previously issued financial results of the Company, prepared in accordance with the Indian Accounting Standards (Ind AS) specified under Section 133 of the Companies Act 2013 read with relevant rules issued there under, which were reviewed by predecessor auditor, whose report dated February 12, 2021 expressed an unmodified opinion on those unaudited financial results. The audited standalone financial results for the year ended March 2021 included in the statement were audited by predecessor auditor whose report dated June 14, 2021, expressed an unmodified opinion.

Our conclusion on the Statement is not modified in respect of this matter.

For **S S Kothari Mehta & Company**  
Chartered Accountants  
Firm Reg. no. – 000756N

  
**Naveen Aggarwal**  
Partner  
Membership No. – 094380  
UDIN No. 22094380AAAAW3911



Place: New Delhi  
Date: January 31 2022





# SATIN CREDITCARE NETWORK LTD.

Reaching out!

## SATIN CREDITCARE NETWORK LIMITED

CIN : L65991DL1990PLC041796

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

Corporate Office: Plot No. 492, Udyog Vihar, Phase- III, Gurugram, Haryana-122016, India

Website: www.satincarecreditcare.com; E-mail: secretarial@satincarecreditcare.com; Phone: (0124) 4715400

### Statement of unaudited standalone financial results for the quarter and nine months ended December 31, 2021

(₹ in Lakhs except EPS)

S. No	Particulars	Quarter ended			Nine months ended		Year ended
		December 31, 2021	September 30, 2021	December 31, 2020	December 31, 2021	December 31, 2020	March 31, 2021
		(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Audited)
	<b>Revenue from operations</b>						
	Interest income	29,466.09	29,043.00	28,187.89	89,489.95	81,702.42	1,11,686.08
	Dividend income	3.15	-	-	3.15	-	-
	Fees and commission income	478.35	689.21	1,086.23	1,918.23	2,241.23	4,169.16
	Net gain on fair value changes	187.50	-	22.74	369.92	-	-
	Net gain on derecognition of financial instruments	1,397.04	60.02	-	1,083.44	5,756.10	11,042.73
	Other operating income	91.93	55.55	44.79	185.31	144.38	204.93
1	<b>Total revenue from operations</b>	<b>31,624.06</b>	<b>29,847.78</b>	<b>29,341.65</b>	<b>93,050.00</b>	<b>89,844.13</b>	<b>1,27,102.90</b>
2	Other income	28.85	24.36	23.23	83.52	178.02	204.62
3	<b>Total income (1+2)</b>	<b>31,652.91</b>	<b>29,872.14</b>	<b>29,364.88</b>	<b>93,133.52</b>	<b>90,022.15</b>	<b>1,27,307.52</b>
	<b>Expenses</b>						
	Finance costs	14,823.30	14,921.06	15,385.25	45,554.00	46,026.91	61,760.83
	Net loss on fair value changes	-	70.46	-	-	254.54	645.30
	Impairment of financial instruments	129.94	3,208.16	14,494.63	18,251.52	22,211.73	27,521.24
	Employee benefits expenses	8,625.19	7,938.56	6,821.06	24,097.70	20,466.06	28,141.88
	Depreciation and amortisation expenses	342.38	334.21	285.35	1,005.74	941.97	1,301.32
	Other expenses	2,256.93	1,839.34	3,300.26	6,703.00	7,043.98	8,913.23
4	<b>Total expenses</b>	<b>26,177.74</b>	<b>28,311.79</b>	<b>40,286.55</b>	<b>95,611.96</b>	<b>96,945.19</b>	<b>1,28,283.80</b>
5	<b>Profit/(loss) before tax (3-4)</b>	<b>5,475.17</b>	<b>1,560.35</b>	<b>(10,921.67)</b>	<b>(2,478.44)</b>	<b>(6,923.04)</b>	<b>(976.28)</b>
	<b>Tax expense:</b>						
	Current tax	414.88	1,644.27	1,783.81	4,141.63	4,154.78	4,962.74
	Deferred tax (credit)/charge	1,033.85	(1,251.48)	(4,508.35)	(4,688.65)	(5,445.55)	(4,583.53)
6	<b>Total tax expense</b>	<b>1,448.73</b>	<b>392.79</b>	<b>(2,724.54)</b>	<b>(547.02)</b>	<b>(1,290.77)</b>	<b>379.21</b>
7	<b>Net profit/(loss) after tax (5-6)</b>	<b>4,026.44</b>	<b>1,167.56</b>	<b>(8,197.13)</b>	<b>(1,931.42)</b>	<b>(5,632.27)</b>	<b>(1,355.49)</b>
	<b>Other comprehensive income</b>						
	Items that will not be reclassified to profit and loss	-	(41.63)	(23.10)	(56.07)	(69.33)	(86.62)
	Income tax relating to items that will not be reclassified to profit and loss	-	10.48	5.81	14.11	17.45	21.80
	Items that will be reclassified to profit and loss	2,634.54	(3,675.54)	(6,265.71)	(4,127.04)	(7,072.69)	(4,555.62)
	Income tax relating to items that will be reclassified to profit and loss	(663.06)	925.06	1,576.96	1,038.69	1,780.06	1,146.57
8	<b>Total other comprehensive income</b>	<b>1,971.48</b>	<b>(2,781.63)</b>	<b>(4,706.04)</b>	<b>(3,130.31)</b>	<b>(5,344.51)</b>	<b>(3,473.87)</b>
9	<b>Total comprehensive income (7+8)</b>	<b>5,997.92</b>	<b>(1,614.07)</b>	<b>(12,903.17)</b>	<b>(5,061.73)</b>	<b>(10,976.78)</b>	<b>(4,829.36)</b>
10	Paid-up equity share capital (face value of ₹ 10 per equity share)						6,647.12
11	Other equity as per balance sheet of previous accounting year						1,42,458.11
12	<b>Earning per share (EPS) (face value of ₹ 10 per equity share)</b>						
	- Basic (amount in ₹)	5.91	1.75	(13.94)	(2.84)	(9.98)	(2.19)
	- Diluted (amount in ₹)	5.91	1.75	(13.94)	(2.84)	(9.98)	(2.19)
	(EPS for the quarter ended December 31, 2021, September 30, 2021, December 31, 2020 and nine months ended December 31, 2021 and December 31, 2020 are not annualised)						

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### Notes to the unaudited standalone financial results:

- The above unaudited financial results have been reviewed by the Audit Committee and subsequently approved by the Board of Directors of Satin Creditcare Network Limited ("the Company") at their respective meetings held on January 31, 2022 and are subjected to limited review by the statutory auditors. These results have been prepared in accordance with the requirement of Regulations 33 & 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended).
- The financial results have been prepared in accordance with applicable accounting standards, as notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and accordingly, these financial results together with the results for the comparative reporting period have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 'Interim Financial Reporting' ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013 ("the Act"), and other recognized accounting practices generally accepted in India.
- The COVID-19 pandemic has continued to cause a significant disruption of the economic activities across the globe including India throughout the previous year, with second wave of the pandemic emerging in the first quarter of the financial year 2021-22 in India and a sharp surge in infections led by third wave of Omicron variant of Covid 19 as being witnessed across India, with daily infection rates of the kind not seen in the previous two waves. It is difficult to predict how long this third wave will last and with what intensity. We remain watchful of the emerging situation.  
In assessing the impairment allowance for loan portfolio, the Company has considered internal and external sources of information available including changes in the macro-economic factors. Further, the management has estimated the impact of the pandemic on its loan portfolio, based on reasonable and supportable information available till date and considering performance after the first wave, second wave and third wave, and has noted that the existing provisioning levels are adequate to cover any further delinquencies. Given the unique nature and scale of this pandemic, its full extent of impact on the Company's operations and financial metrics, more specifically on the borrower's ability to service their obligations on a timely basis, will depend on the severity and duration of the pandemic as well as on highly uncertain future developments including governmental and regulatory measures and the Company's responses thereto. The extent to which the third wave of Covid - 19 pandemic that has significantly increased the number of cases in India, will depend on ongoing as well as future developments, which are highly uncertain, including, among other things, any new information concerning the severity of the Covid - 19 pandemic and any action to contain its spread or mitigate its impact.  
The management's estimate of impairment losses based on various variables and assumptions could result in actual credit loss being different than that being estimated. The Company has assessed the impact of the pandemic on its liquidity and ability to repay its obligations as and when they are due. The Company has considered its current liquidity position, expected inflows from various sources of borrowings and stimulus packages announced by the Government of India. Based on the foregoing, management believes that the Company will be able to pay its obligations as and when these become due in the foreseeable future. The impact of the pandemic on the operations of the Company is significantly dependent on uncertain future economic conditions.
- During the quarter under review Board of Director of Company, in their meeting held on December 6, 2021 had approved fund raising proposal for upto ₹ 225 Crore through issuance of upto 30,76,920 equity shares and upto 2,46,15,384 fully convertible warrants to the entities belonging to Promoter Group and Non Promoter Group on preferential basis subject to shareholder's approval at the issue price of ₹ 81.25 per equity share/ per warrant. Further, Shareholders of the Company in their meeting held on December 31, 2021, had approved the aforesaid proposal by passing Special Resolution. On receipt of In-Principal approval from the both the Stock Exchanges on January 10, 2022 and requisite consideration from the respective allottees in prescribed time aggregating to ~₹ 75 Crore (~₹ 25 Crores towards Equity Shares & ~₹ 50 Crore towards convertible Warrants), the Company had allotted 30,76,916 Equity Shares and 2,46,15,384 Convertible Warrants on January 25, 2022 and remaining ~₹ 150 Crore consideration is due on conversion of aforesaid warrants into Equity Shares in tranches within prescribed time.
- During the quarter under review, Company has acquired ~9% stake (on diluted basis) in Jay Kay Financial Technologies Private Limited ("Rupyo") by subscribing to Compulsory Convertible Preference Shares.
- The Board of Directors of the Company in their meeting held on August 03, 2021, has approved the draft scheme of arrangement for amalgamation between Taraashna Financial Services Limited (Transferor Company) and Satin Finserv Limited (Transferee Company) and their respective shareholders and creditors ('Scheme') under Sections 230 to 232 of the Companies Act, 2013 ("Act") and other applicable provisions of the Act and rules made thereunder. Both the companies are wholly owned subsidiaries of Satin Creditcare Network Limited. The Draft Scheme is subject to necessary approval by shareholder/creditors of the companies, the Hon'ble National Company Law Tribunal and such other statutory and regulatory approval as may be required. Pending the receipt of aforementioned approvals, the proposed transactions have not been given effect or have any impact on the current financial results for the quarter and nine months ended December 31, 2021.
- The secured non-convertible debentures issued by the Company are fully secured by first pari passu charge by mortgage of an immovable property of the Company and/or by hypothecation of book debts/loan receivables to the extent as stated in the information memorandum. Further, the Company has maintained asset cover as stated in the information memorandum which is sufficient to discharge the principal amount at all times for the non-convertible debt securities issued.
- During the period ended December 31, 2021, the Company has restructured JLG loans in accordance with the RBI circular RBI/2021-22/31 DOR.STR.REC.11/21.04.048/2021-22 dated May 05, 2021 as presented in below table:

(₹ in Lakhs)

Sl. No	Description	Individual Borrowers			Small businesses
		Personal Loans	Business Loans (JLG loans)*	Business Loans	
(A)	Number of requests received for invoking resolution process under Part A#	-	5,11,873	2	1
(B)	Number of accounts where resolution plan has been implemented under this window#	-	5,11,873	2	1
(C)	Exposure to accounts mentioned at (B) before implementation of the plan#	-	1,15,462.04	69.02	29.27
(D)	Of (C), aggregate amount of debt that was converted into other securities	-	-	-	-
(E)	Additional funding sanctioned, if any, including between invocation of the plan and implementation	-	-	-	-
(F)	Increase in provisions on account of the implementation of the resolution plan	-	11,546.20	6.90	2.93

\*Joint Liability Group (JLG)

#Restructured loans and exposure to accounts includes direct assigned loans and own share of direct assigned loans respectively.

^ There are no new loans restructured in current quarter. The above disclosure is reproduced by aggregating the same disclosure from previous quarters.

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9 The Chief Operating Decision Maker reviews the operations at the Company level. The operations of the Company fall under "financing activities" only, which is considered to be the only reportable segment in accordance with the provisions of Ind AS 108 – Operating Segments. The Company operates in a single geographical segment, i.e. domestic.

10 Additional Information as required under Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 (amended) as presented in below table:

S.no	Particulars	Nine months ended December 31, 2021
1	Debt-equity ratio (no. of times)	3.74
2	Debt service coverage ratio	Not applicable
3	Interest service coverage ratio;	Not applicable
4	Outstanding redeemable preference shares (quantity and value);	Nil
5	Capital redemption reserve (₹ in Lakhs)	2,777.00
6	Debenture redemption reserve (₹ in Lakhs) Pursuant to the Companies (Share Capital and Debentures) Amendment Rules, 2019 dated August 16, 2019, the Company being a NonBanking Financial Company is exempted from the requirement of creating Debenture Redemption Reserve in respect of Secured Redeemable Non-Convertible Debentures issued through public issue and under private placement.	Not applicable
7	Net worth (₹ in Lakhs)	1,36,225.03
8	Net profit after tax (₹ in Lakhs)	(1,931.42)
9	Earnings per share: Basic	(2.84)
10	Diluted	(2.84)
11	Current ratio (no. of times)	Not required
12	Long term debt to working capital (no. of times)	Not required
13	Bad debts to Account receivable ratio	Not applicable
14	Current liability ratio (no. of times)	Not required
15	Total debts to total assets	0.77
16	Debtors turnover	Not applicable
17	Inventory turnover	Not applicable
18	Operating margin (%)	Not applicable
19	Net profit margin (%)	-2.07%
20	Sector specific equivalent ratios, as applicable:	
a	Net Interest Margin (%)	9.55%
b	GNPA (%)	8.61%
c	NNPA (%)	2.30%

11 Previous year/periods figures have been regrouped/rearranged to make them comparable with the current year/period classification.

For and on behalf of the Board of Directors of  
Satin Creditcare Network Limited



Harvinder Pal Singh  
Chairman cum Managing Director  
DIN 00333754

Place: Gurugram  
Date: January 31, 2022

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**Independent Auditor's limited review report on unaudited consolidated financial results of Satin Creditcare Network Limited for the quarter and nine months ended December 31, 2021 under Regulation 33 and Regulation 52 read with Regulation 63 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended (the Listing Regulations, 2015')**

**To the Board of Directors of  
Satin Creditcare Network Limited**

1. We have reviewed the accompanying statement of unaudited consolidated financial results ('the Statement') of Satin Creditcare Network Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), for the quarter and nine months ended December 31, 2021 attached herewith, being submitted by the Parent pursuant to the requirements of Regulation 33 and Regulation 52 read with Regulation 63 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 , as amended ('the Listing Regulations, 2015').
2. This statement, which is the responsibility of the Parent's management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards 34, "Interim Financial Reporting" ('Ind AS 34'), prescribed under section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 33 and Regulation 52 read with Regulation 63 of the Listing Regulations 2015. Our responsibility is to express a conclusion on the statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagement (SRE) 2410, 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of parent's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing specified under section 143 (10) of the Act, and consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

We also performed procedures in accordance with the Circular no. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the financial results of the following entities:

**Subsidiaries**

1. Taraashna Financial Services Limited (Formally known as Taraashna Services Limited)
2. Satin Housing Finance Limited
3. Satin Finserv Limited





5. Based on our review conducted and procedures performed as stated in paragraph 3 above and upon consideration of the review reports of other auditors referred to in Paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principle laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the Listing Regulations, 2015, including the manner in which it is to be disclosed in compliance with Regulation 33 and Regulation 52 read with Regulation 63 of the Listing Regulations 2015, as amended including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We draw attention to note no. 3 on the statement which describes the uncertainties and the impact of Covid-19 pandemic on the Company's operations and results as assessed by the management.

Our conclusion on the Statement is not modified in respect of this matter.

7. We did not review the financial results of 3 (three) subsidiaries included in the Statement, whose financial results reflect total revenues of Rs. 3757.53 lakhs and Rs. 9613.71 lakhs, total net profit/(loss) after tax of Rs. (579.65) lakhs and Rs. (1527.35) lakhs and total comprehensive income/(loss) of Rs. (703.38) lakhs and Rs. (1582.75) lakhs for the quarter and nine months ended December 31, 2021, respectively. These financial results have been reviewed by other auditors whose reports have been furnished to us by the management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above. Our conclusion on the Statement is not modified in respect of this matter.
8. The unaudited consolidated financial results for the corresponding quarter and nine months ended December 31, 2020 included in the statement are based on the previously issued financial results of the Company, prepared in accordance with the Indian Accounting Standards (Ind AS) specified under Section 133 of the Companies Act 2013 read with relevant rules issued there under, which were reviewed by predecessor auditor, whose report dated February 12, 2021 expressed an unmodified opinion on those unaudited financial results. The audited consolidated financial results for the year ended March 2021 included in the statement were audited by predecessor auditor whose report dated June 14, 2021, expressed an unmodified opinion.

Our opinion on the Statement is not modified in respect of this matter.

**For S S Kothari Mehta & Company**  
Chartered Accountants  
Firm Reg. no. – 000756N

  
**Naveen Aggarwal**  
Partner

Membership No. – 094380

Place: New Delhi

UDIN No. 22094380AAAAAX3051

Date: January 31 2022





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Statement of unaudited Consolidated Financial Results for the quarter and nine months ended December 31, 2021

S. No	Particulars	₹ in Lakhs except EPS					
		Quarter ended			Nine months ended		Year ended
		December 31, 2021	September 30, 2021	December 31, 2020	December 31, 2021	December 31, 2020	March 31, 2021
		(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	(Audited)
	<b>Revenue from operations</b>						
	Interest income	30,955.23	30,380.44	29,450.08	93,640.35	85,303.28	1,16,716.44
	Dividend income	3.15	-	-	3.15	-	-
	Fees and commission income	1,926.84	2,074.48	2,521.34	6,021.03	5,993.73	9,555.96
	Net gain on fair value changes	187.50	-	22.74	369.92	-	-
	Net gain on derecognition of financial instruments	1,478.02	60.02	-	1,194.48	5,790.52	11,191.52
	Other operating income	60.15	23.76	12.75	90.36	73.30	105.65
1	<b>Total revenue from operations</b>	<b>34,610.89</b>	<b>32,538.70</b>	<b>32,006.91</b>	<b>1,01,319.29</b>	<b>97,160.83</b>	<b>1,37,569.57</b>
2	Other income	221.01	52.50	71.41	351.50	252.68	448.11
3	<b>Total income (1+2)</b>	<b>34,831.90</b>	<b>32,591.20</b>	<b>32,078.32</b>	<b>1,01,670.79</b>	<b>97,413.51</b>	<b>1,38,017.68</b>
	<b>Expenses</b>						
	Finance costs	15,480.50	15,448.02	15,919.52	47,245.45	47,490.96	63,786.71
	Net loss on fair value changes	-	70.46	-	-	226.65	617.41
	Impairment of financial instruments	265.90	3,379.91	14,424.06	18,738.42	22,593.67	27,902.65
	Employee benefit expenses	10,532.90	9,539.75	8,184.72	29,251.65	24,286.93	33,732.52
	Depreciation and amortisation expenses	405.79	391.96	338.01	1,175.69	1,093.17	1,507.63
	Other expenses	3,590.55	2,393.71	3,858.18	9,999.54	8,025.35	11,446.15
4	<b>Total expenses</b>	<b>30,275.64</b>	<b>31,223.81</b>	<b>42,724.49</b>	<b>1,06,410.75</b>	<b>1,03,716.73</b>	<b>1,38,993.07</b>
5	<b>Profit/(loss) before tax (3-4)</b>	<b>4,556.26</b>	<b>1,367.39</b>	<b>(10,646.17)</b>	<b>(4,739.96)</b>	<b>(6,303.22)</b>	<b>(975.39)</b>
	<b>Tax expense:</b>						
	Current tax	476.91	1,705.65	1,893.48	4,321.49	4,402.48	5,194.10
	Deferred tax (credit)/charge	728.60	(1,432.78)	(4,530.51)	(5,441.55)	(5,525.74)	(4,771.27)
6	<b>Total tax expense</b>	<b>1,205.51</b>	<b>272.87</b>	<b>(2,637.03)</b>	<b>(1,120.06)</b>	<b>(1,123.26)</b>	<b>422.83</b>
7	<b>Net profit/(loss) after tax (5-6)</b>	<b>3,350.75</b>	<b>1,094.52</b>	<b>(8,009.14)</b>	<b>(3,619.90)</b>	<b>(5,179.96)</b>	<b>(1,398.22)</b>
	<b>Other comprehensive income</b>						
	Items that will not be reclassified to profit and loss	-	(79.55)	(23.10)	(93.99)	(82.71)	(111.96)
	Income tax relating to items that will not be reclassified to profit and loss	0.04	20.99	5.81	24.66	21.41	28.84
	Items that will be reclassified to profit and loss	2,466.33	(3,546.16)	(6,265.71)	(4,165.87)	(7,072.69)	(4,555.62)
	Income tax relating to items that will be reclassified to profit and loss	(618.62)	891.42	1,576.96	1,049.49	1,780.06	1,146.57
8	<b>Total other comprehensive income</b>	<b>1,847.75</b>	<b>(2,713.30)</b>	<b>(4,706.04)</b>	<b>(3,185.71)</b>	<b>(5,353.93)</b>	<b>(3,492.17)</b>
9	<b>Total comprehensive income (7+8)</b>	<b>5,198.50</b>	<b>(1,618.78)</b>	<b>(12,715.18)</b>	<b>(6,805.61)</b>	<b>(10,533.89)</b>	<b>(4,890.39)</b>
10	<b>Net profit after tax attributable to:</b>						
	Owners of the holding Group	3,350.75	1,094.52	(8,009.14)	(3,619.90)	(5,179.96)	(1,398.22)
	Non-controlling interests	-	-	-	-	-	-
11	<b>Other comprehensive income attributable to:</b>						
	Owners of the holding Group	1,847.75	(2,713.30)	(4,706.04)	(3,185.71)	(5,353.93)	(3,492.17)
	Non-controlling interests	-	-	-	-	-	-
12	<b>Total comprehensive income attributable to:</b>						
	Owners of the holding Group	5,198.50	(1,618.78)	(12,715.18)	(6,805.61)	(10,533.89)	(4,890.39)
	Non-controlling interests	-	-	-	-	-	-
13	Paid-up equity share capital (face value of ₹ 10 per equity share)	-	-	-	-	-	6,647.12
14	Other equity as per balance sheet of previous accounting year	-	-	-	-	-	1,41,969.34
15	<b>Earning per share (EPS) (face value of ₹ 10 per equity share)</b>						
	- Basic (amount in ₹)	4.92	1.64	(13.62)	(5.32)	(9.18)	(2.26)
	- Diluted (amount in ₹)	4.92	1.64	(13.62)	(5.32)	(9.18)	(2.26)
	(EPS for the quarter ended December 31, 2021, September 30, 2021, December 31, 2020 and nine months ended December 31, 2021 and December 31, 2020 are not annualised)						



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**CIN** : L65991DL1990PLC041796  
**Landline No** : 124-4715400  
**E-Mail ID** : info@satincarecreditcare.com  
**Website** : www.satincarecreditcare.com





# SATIN CREDITCARE NETWORK LTD.

Reaching out!

## SATIN CREDITCARE NETWORK LIMITED

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### Notes to the unaudited consolidated financial results:

- The above unaudited financial results have been reviewed by the Audit Committee and approved by the Board of Directors of Satin Creditcare Network Limited ("the Holding Company") at their respective meetings held on January 31, 2022 and are subjected to limited review by the statutory auditors. These results have been prepared in accordance with the requirement of Regulations 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended).
- The consolidated financial results have been prepared in accordance with applicable Indian accounting standards, as notified under the Companies (Indian Accounting Standards) Rules, 2015 (as amended from time to time) and accordingly, these financial results together with the results for the comparative reporting period have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 'Interim Financial Reporting' ('Ind AS 34'), prescribed under Section 133 of the Companies Act, 2013 ("the Act"), and other recognized accounting practices generally accepted in India. The consolidated financial results comprise the financial results of the Holding Company (Satin Creditcare Network Limited) and its three wholly owned subsidiaries namely (1) Satin Housing Finance Limited, (2) Satin Finserv Limited and (3) Taraashna Financial Services Limited.
- The COVID-19 pandemic has continued to cause a significant disruption of the economic activities across the globe including India throughout the previous year, with second wave of the pandemic emerging in the first quarter of the financial year 2021-22 in India and a sharp surge in infections led by third wave of Omicron variant of Covid 19 as being witnessed across India, with daily infection rates of the kind not seen in the previous two waves. It is difficult to predict how long this third wave will last and with what intensity. We remain watchful of the emerging situation. In assessing the impairment allowance for loan portfolio, the Group has considered internal and external sources of information available including changes in the macro-economic factors. Further, the management has estimated the impact of the pandemic on its loan portfolio, based on reasonable and supportable information available till date and considering performance after the first wave, second wave and third wave, and has noted that the existing provisioning levels are adequate to cover any further delinquencies. Given the unique nature and scale of this pandemic, its full extent of impact on the Group's operations and financial metrics, more specifically on the borrower's ability to service their obligations on a timely basis, will depend on the severity and duration of the pandemic as well as on highly uncertain future developments including governmental and regulatory measures and the Group's responses thereto. The extent to which the third wave of Covid - 19 pandemic that has significantly increased the number of cases in India, will depend on ongoing as well as future developments, which are highly uncertain, including, among other things, any new information concerning the severity of the Covid - 19 pandemic and any action to contain its spread or mitigate its impact. The management's estimate of impairment losses based on various variables and assumptions could result in actual credit loss being different than that being estimated. The Group has assessed the impact of the pandemic on its liquidity and ability to repay its obligations as and when they are due. The Group has considered its current liquidity position, expected inflows from various sources of borrowings and stimulus packages announced by the Government of India. Based on the foregoing, management believes that the Group will be able to pay its obligations as and when these become due in the foreseeable future. The impact of the pandemic on the operations of the Group is significantly dependent on uncertain future economic conditions.
- During the quarter under review Board of Director of Holding Company, in their meeting held on December 6, 2021 had approved fund raising proposal for upto ₹ 225 Crore through issuance of upto 30,76,920 equity shares and upto 2,46,15,384 fully convertible warrants to the entities belonging to Promoter Group and Non Promoter Group on preferential basis subject to shareholder's approval at the issue price of ₹ 81.25 per equity share/ per warrant. Further, Shareholders of the Holding Company in their meeting held on December 31, 2021, had approved the aforesaid proposal by passing Special Resolution. On receipt of In-Principal approval from both the Stock Exchanges on January 10, 2022 and requisite consideration from the respective allottees in prescribed time aggregating to ~₹ 75 Crore (~₹ 25 Crore towards Equity Shares & ~₹ 50 Crore towards convertible Warrants), the Holding Company had allotted 30,76,916 Equity Shares and 2,46,15,384 Convertible Warrants on January 25, 2022 and remaining ~₹ 150 Crore consideration is due on conversion of aforesaid warrants into Equity Shares in tranches within prescribed time.
- During the quarter under review, Holding Company has acquired ~9% stake (on diluted basis) in Jay Kay Financial Technologies Private Limited ("Rupyo") by subscribing to Compulsory Convertible Preference Shares.
- The secured non-convertible debentures issued by the Holding Company are fully secured by first pari passu charge by mortgage of an immovable property of the Holding Company and/or by hypothecation of book debts/loan receivables to the extent as stated in the information memorandum. Further, the Holding Company has maintained asset cover as stated in the information memorandum which is sufficient to discharge the principal amount at all times for the non-convertible debt securities issued.
- The Board of Directors of Taraashna Financial Services Limited (Transferor Company) and Satin Finserv Limited (Transferee Company) in their respective meetings held on August 3, 2021, have approved the draft scheme of arrangement for amalgamation between the transferor Company and transferee Company and their respective shareholders and creditors ('Draft Scheme') under sections 230 to 232 of the Companies Act, 2013 ("Act") and other applicable provisions of the Act and rules made thereunder. The draft scheme is subject to necessary approval by shareholder/creditors of the respective companies, the Hon'ble National Company Law Tribunal and such other statutory and regulatory approval as may be required. Pending the receipt of aforementioned approvals, the proposed transactions have not been given effect or have any impact on the current financial results for the quarter ended and half year ended September 30, 2021 and December 31, 2021 respectively.
- During the previous year the Group has restructured JLG and SME loans in accordance with the RBI circular RBI/2021-22/31 DOR.STR.REC.11/21.04.048/2021-22 dated May 05, 2021 as presented in below table:

					(₹ in Lakhs)
Sl. No	Description	Individual Borrowers			Small businesses
		Personal Loans	Business Loans (JLG loans)*	Business Loans	
(A)	Number of requests received for invoking resolution process under Part A#	-	5,11,873	201	2
(B)	Number of accounts where resolution plan has been implemented under this window#	-	5,11,873	201	2
(C)	Exposure to accounts mentioned at (B) before implementation of the plan#	-	1,15,462.04	1,068.61	62.07
(D)	Of (C), aggregate amount of debt that was converted into other securities	-	-	-	-
(E)	Additional funding sanctioned, if any, including between invocation of the plan and implementation	-	-	-	-
(F)	Increase in provisions on account of the implementation of the resolution plan	-	11,546.20	106.86	6.21

\*Joint Liability Group (JLG)

#Restructured loans and exposure to accounts includes direct assigned loans and own share of direct assigned loans respectively.

^ There are no new loans restructured in current quarter. The above disclosure is reproduced by aggregating the said disclosure from previous quarters.



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- 9 The Chief Operating Decision Maker reviews the operations at the Group level. The operations of the Group fall under "financing activities" only, which is considered to be the only reportable segment in accordance with the provisions of Ind AS 108 – Operating Segments. The Group operates in a single geographical segment, i.e. domestic.
- 10 Additional Information as required under Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 (amended) as presented in below table:

S.no	Particulars	Nine months ended December 31, 2021
1	Debt-equity ratio (no. of times)	3.96
2	Debt service coverage ratio	Not applicable
3	Interest service coverage ratio	Not applicable
4	Outstanding redeemable preference shares (quantity and value):	Nil
5	Capital redemption reserve (₹ in Lakhs)	2,777.00
6	Debt redemption reserve (₹ in Lakhs) Pursuant to the Companies (Share Capital and Debentures) Amendment Rules, 2019 dated August 16, 2019, the Company being a NonBanking Financial Company is exempted from the requirement of creating Debt Redemption Reserve in respect of Secured Redeemable Non-Convertible Debentures issued through public issue and under private placement.	Not applicable
7	Net worth (₹ in Lakhs)	1,32,632.72
8	Net profit after tax (₹ in Lakhs)	(3,619.90)
9	Earnings per share: Basic	(5.32)
10	Diluted	(5.32)
11	Current ratio (no. of times)	Not required
12	Long term debt to working capital (no. of times)	Not required
13	Bad debts to Account receivable ratio	Not applicable
14	Current liability ratio (no. of times)	Not required
15	Total debts to total assets	0.77
16	Debtors turnover	Not applicable
17	Inventory turnover	Not applicable
18	Operating margin (%)	Not applicable
19	Net profit margin (%)	-3.56%
20	Sector specific equivalent ratios, as applicable:	
20 a	Net Interest Margin (%)	9.45%
20 b	GNPA (%)	8.15%
20 c	NNPA (%)	2.22%

- 11 Previous year/periods figures have been regrouped/rearranged to make them comparable with the current year/period classification.

Place: Gurugram  
Date: January 31, 2022



For and on behalf of the Board of Directors of  
Satin Creditcare Network Limited

Harvinder Pal Singh  
Chairman cum Managing Director  
DIN 00333754

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