

BFL: 122

Date: August 12, 2022

To,
The Manager (Listing),
The BSE Limited,
1st Floor, P.J. Towers,
Dalal Street,
Mumbai-400 001.

Ref: Scrip Code: 973024
Scrip Code: 973106

Scrip ID: 1318BFL24
Scrip ID: 15BFL25

ISIN: INE998Y07071
ISIN: INE998Y07089

Dear Sir,

Sub: - Outcome of Board Meeting held on August 12, 2022

Pursuant to Regulation 51(2) and 52 read with Part B of Schedule III of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI Listing Regulations"), we wish to inform you that the Board of Directors of the Company at its meeting held today i.e. on August 12, 2022 have, inter-alia;

1. Approved the Unaudited Financial Results of the Company for the quarter ended June 30, 2022.

Copy of the said Financial Results together with Limited Review Report issued by M/s. Pravin Dhiran & Co., Statutory Auditors of the Company, is enclosed herewith and the said documents are also being uploaded on the website of the Company www.berarfinance.com.

2. Recommended the declaration of Dividend for the financial year ended March 31, 2022.
3. Approved the re-appointment of Ms. Rashmi Mitkary (DIN: 08960192) as Independent Director of the Company for the second and final term of 2 (Two) years w.e.f. November 13, 2022, subject to approval of Members in the ensuing Annual General Meeting of the Company.
4. Approved the appointment of M/s. Manubhai & Shah LLP (Firm Registration No.: 106041W/W100136), Chartered Accountants, Ahmedabad as the Statutory Auditors of the Company for a period of 3 (Three) years from the conclusion of 32nd AGM till conclusion of 35th AGM of the Company, subject to approval of Members in the ensuing Annual General Meeting of the Company.



You are requested to take the same on record.

This is for your information and appropriate dissemination.

Thanking you,

Yours faithfully,

For Berar Finance Limited

A handwritten signature in blue ink, appearing to read 'Sandeep', is written over a circular purple stamp. The stamp contains the text 'BERAR FINANCE LIMITED' around the top edge and 'NAGPUR' in the center, with a small star at the bottom.

**Sandeep Jawanjal
(Managing Director)**

Copy to following for information:-

- 1) IDBI Trusteeship Services Limited, Asian Building, Ground Floor, 17, R. Kamani Marg, Ballard Estate, Mumbai – 400 001.



Independent Auditors' Review Report on unaudited quarter ended and year to date unaudited financial results of Berar Finance Limited pursuant to the Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

**The Board of Directors
Berar Finance Limited**

1. We have reviewed the accompanying statement of Unaudited Quarterly Financial Results of Berar Finance Limited ("the Company") for the quarter ended June 30, 2022, attached herewith ("the Statement") being submitted by the Company pursuant to the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended from time to time ("the Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors in its meeting held on August 12, 2022 has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standards 34 ("Ind AS 34"), Interim Financial Reporting, prescribed under Section 133 of the Companies Act, 2013 ("the Act") as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 52 of the Listing Regulations, including circulars issued by the SEBI from time to time. 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 Standard on Review Engagements (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 Statement are free from material misstatement. A review is limited to primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing 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. We have not performed an audit and accordingly, we do not express an audit opinion.



4. Based on our review conducted and procedures performed as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement of unaudited financial results, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards specified under section 133 of the Act as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 52 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **Pravin Dhiran & Co.**

Chartered Accountants

ICAI Firm Registration No.: 133656W



Pravin Dhiran

Partner

Membership No.: 115580

UDIN: 22115580AOWRVG5736



Nagpur

August 12, 2022



BERAR FINANCE LIMITED

Partnership for Prosperity

CIN No. :- U65929MH1990PLC057829

Regd. Office : AVINISHA TOWER, MEHADIA SQUARE, DHANTOLI, NAGPUR - 440 012.

Tel. : (0712) 6663999 ♦ Website : www.berarfinance.com ♦ Email : info@berarfinance.com

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2022.

(₹ in Lakhs, unless otherwise stated)

Particulars	Quarter ended			Year Ended
	June 30, 2022	March 31, 2022	June 30, 2021 ^	March 31, 2022
	Unaudited	Audited	Unaudited	Audited
Revenue from Operations				
Interest Income	4,406.47	5,070.81	NA	15,888.76
Dividend Income	-	0.02	NA	0.05
Net gain on fair value changes	1.60	1.32	NA	8.73
Other operating Income	328.87	-37.02	NA	1,652.77
Total Revenue from Operations	4,736.94	5,035.13	NA	17,550.31
Other Income	2.22	6.62	NA	9.59
Total Income	4,739.16	5,041.75	NA	17,559.90
Expenses				
Finance Costs	2,356.32	2,467.27	NA	9,021.06
Impairment on financial instruments	377.76	441.45	NA	964.44
Employee Benefits Expenses	760.67	701.66	NA	2,638.91
Depreciation, amortization and impairment	64.38	61.18	NA	237.04
Other expenses	684.87	896.47	NA	2,461.04
Total Expenses	4,244.00	4,568.03	NA	15,322.49
Profit before tax	495.16	473.72	NA	2,237.41
Tax Expense:				
- Current Tax	220.00	265.00	NA	715.00
- Prior period income tax	-	-	NA	-
- Deferred Tax	(93.65)	-72.69	NA	(219.56)
Profit for the period	368.81	281.41	NA	1,741.98
Other Comprehensive Income				
Items that will not be reclassified to profit or loss				
(i) Re-measurement gains / (losses) on defined benefit plans	-2.48	-59.64	NA	(73.61)
(ii) Income tax impact	-0.62	-22.10	NA	-18.52
Items that will be reclassified to profit or loss				
(i) Fair Value of Equity Shares	-	-	-	0
(ii) Income tax relating to items that will be reclassified to profit and loss	-	-	-	0
Other Comprehensive Income for the period	(3.10)	(81.74)	NA	(92.13)
Total Comprehensive Income for the period (Comprising Profit and other comprehensive income for the period)	365.71	199.67	NA	1,649.84
Earnings per equity share				
Basic (INR)	2.99	2.73	NA	17.28
Diluted (INR)	2.99	2.72	NA	17.18
Disclosures under Regulation 52(4)				
Debt Equity Ratio	2.75	2.92	NA	2.92
Outstanding redeemable preference shares	-	-	-	-
Capital redemption reserve	-	-	-	-
Debenture redemption reserve	-	-	-	-
Net Worth*	26,290.12	25,914.19	NA	25,914.19
Total debt to total asset(%)	71.67%	72.96%	NA	72.96%
Net profit margin (%)**	7.79%	5.59%	NA	9.93%
Gross Non Performing Assets (%)	3.56%	3.09%	NA	3.09%
Net Performing Assets (%)	2.42%	2.30%	NA	2.30%
Provision Coverage Ratio (%)	32.73%	26.36%	NA	26.36%

^ The Company does not have corresponding quarterly financial results for the quarter ended June 2021, therefore the column on corresponding figures for said quarter is not applicable.

*Networth has been calculated as per Section 2 (57) of the Companies Act, 2013 and includes equity share capital and other equity.

** Net profit margin is net profit after tax divided by revenue from operations.

Note: Debt Service coverage ratio, Interest service coverage ratio, Current ratio, Long term debt to working capital ratio, Bad debts to account receivable ratio, Creditability ratio, Debtors turnover, Inventory turnover and Operating margin (%) are not applicable.



Notes:

1. The Company is a registered Non-Banking Finance Company engaged in the business of providing finance. The Company is registered with the Reserve Bank of India as a Non-Banking Finance Company (NBFC) with effect from 24 November 1998, with Registration No. 13.01109.
2. The financial results for the quarter and year ended June 30, 2022 have been reviewed by the Audit Committee and recommended for adoption to the Board of Directors. The Board of Directors of the Company have considered and approved the same in its meeting held on August 12, 2022.
3. The financial results of the Company have been prepared in accordance with Indian Accounting Standards ('Ind AS') as prescribed under Section 133 of the Companies Act 2013 ("the Act") and in compliance with the requirement of Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations").
4. Based on the guiding principles given in Ind AS 108 "Operating Segments" prescribed under Section 133 of the Companies Act, 2013 read with the relevant rules issued thereunder and other accounting principles generally accepted in India, the Company is mainly engaged in the business of financing activities. As the Company's business falls within a single primary business segment, there is no separate reportable segment in accordance with Ind AS 108 on "Operating Segments".
5. The Secured listed Non-Convertible Debt securities of the Company are fully secured by first pari-passu charge given by way of hypothecation over receivables of the Company, to the extent as stated in the respective information/placement memorandum. Further, the Company has maintained asset cover as stated in the information/placement memorandum which is sufficient to discharge the principal amount and interest accrued but not due at all times for the secured non convertible debt securities.
6. Other Equity contains statutory reserve as per Section 45 IC of Reserve Bank of India Act, 1934, balance in securities premium, share option outstanding account, general reserve and surplus in statement of profit and loss.
7. Earnings per share for the quarter ended June 30, 2022 and for quarter ended March 31, 2022 have not been annualised.



8. The Company has implemented the requirements pertaining to the RBI Circular - RBI/2021-2022/125 DOR.STR.REC.68/21.04.048/2021-22 dated November 12, 2021. The Company did not opt for the relaxation offered by RBI under its circular - RBI/2021-2022/158 DOR.STR.REC.85/21.04.048/2021-22 dated February 15, 2022 in relation to upgradation of non performing assets. The Gross Non Performing Assets ("GNPA") as at June 30, 2022 is 3.56% (If the Company had availed relaxation thereof under the said circular, the GNPA would have been 2.74%).
9. The Indian Parliament has approved the Code on Social Security, 2020 which would impact the contributions by the Company towards Provident Fund and Gratuity. The Ministry of Labour and Employment has released draft rules for the Code on Social Security, 2020 on November 13, 2020 and has invited suggestions from stakeholders which are under active consideration by the Ministry. The Company will assess the impact and its evaluation once the subject rules are notified and will give appropriate impact in its financial results in the period in which, the Code becomes effective and the related rules to determine the financial impact are published.
10. The figures of quarter ended March 31, 2022 are the balancing figures between audited figures in respect of year ended March 31, 2022 and reviewed figures for the nine months ended December 31, 2021.
11. The figures for the previous period/year have been regrouped/ reclassified wherever necessary to confirm to the current period's/year's presentation.
12. Information as required pursuant to Regulation 52 (4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015) :

Debt equity ratio	(Debt Securities + Borrowings + Deposits + Unclaimed Deposits)/ NetWorth
Net Worth	Share Capital + Other Equity (Note: Other Equity : Retained Earnings+ General Reserve + Securities Premium+ Employee stock options plan+ Statutory Reserve)
Total debts to total assets (%)	(Debt Securities+ Borrowings + Deposits + Unclaimed Deposits)/Total Assets
Net profit margin(%)	Profit After Tax/Revenue from Operations
Gross non performing asset (%)	Gross Stage 3 Assets/Gross Loans



Net non performing asset (%)	(Gross Stage 3 Assets-Impairment Loss allowance for Stage 3 Assets)/(Gross Loans-Impairment Loss allowance for Stage 3 Assets)
Provision coverage ratio(%)	Impairment Loss allowance for Stage 3 Assets/Gross Stage 3 Assets

Place: Nagpur

Date: August 12, 2022



For Berar Finance Limited

Sandeep Jawanjal

Managing Director

DIN: 01490054

Annexure A
Asset Cover Certificate

Based on examination of books of accounts and other relevant records/documents, I hereby certify that:

a. The listed entity (Berar Finance Limited) has vide its Board Resolution and information memorandum/ offer document and under various Debenture Trust Deeds, has issued the following listed debt securities:

ISIN	Private Placement/ Public Issue	Secured/ Unsecured	Sanctioned Amount (Amount in Rupees)
INE998Y07071	Private Placement	Secured	18,00,00,000.00
INE998Y07089	Private Placement	Secured	34,00,00,000.00

b) Asset Cover for listed debt securities:

i) The financial information as on 30.06.2022 has been extracted from the books of accounts for the quarter ended 30.06.2022 and other relevant records of the Berar Finance Limited;

ii) The assets of the Berar Finance Limited provide coverage of 1.10 times of the interest and principal amount, which is in accordance with the terms of issue/ debenture trust deed (calculation as per statement of asset cover ratio for the Secured debt securities - table - I)

Table - I:

Sr. No.	Particulars		INE998Y07071	INE998Y07089
i	Total assets available for secured Debt Securities* - (secured by either pari passu or exclusive charge on assets) (mention the share of Debt Securities' charge holders)	A	111342278.00	377036665.00
	<input type="checkbox"/> Property Plant & Equipment (Fixed assets) - movable/immovable property etc			
	<input type="checkbox"/> Loans /advances given (net of provisions, NPAs and sell down portfolio), Debt Securities, other credit extended etc		11,13,42,278	37,70,36,665
	<input type="checkbox"/> Receivables including interest accrued on Term loan/ Debt Securities etc		-	-
	<input type="checkbox"/> Investment(s)		-	-
	<input type="checkbox"/> Cash and cash equivalents and other current/ Non-current assets		-	-
ii	Total borrowing through issue of secured Debt Securities (secured by either pari passu or exclusive charge on assets)	B	10,02,16,657.00	34,19,43,163.00
	<input type="checkbox"/> Debt Securities (Provide details as per table below) *		10,00,00,000.00	34,00,00,000.00
	<input type="checkbox"/> IND - AS adjustment for effective Interest rate on secured Debt Securities		-36110	181363
	<input type="checkbox"/> Interest accrued/payable on secured Debt Securities		252767	1761800
iii	Asset Coverage Ratio	A/B	111%	110%



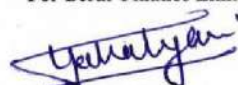
ISIN wise details

Sr. No.	ISIN	Facility	Type of charge	Sanctioned Amount	Outstanding Amount As on 30-06-2022 (In Rs.)	Cover Required	Assets Required (In Rs.)
1	INE998Y07071	Non-convertible Debt Securities	The Debentures shall be secured by way of a first ranking, exclusive and continuing charge on identified receivables ("Hypothecated Assets") created pursuant to the deed of hypothecation executed between the Company and the Debenture Trustee. The Hypothecated Assets shall at all times be equal to 1.10 (One decimal point one zero) time or 110.0% (One hundred and ten percent) the aggregate amount of principal outstanding of the NCDs where at least 1.10 (One decimal point one zero) time or 110.0% (One hundred and ten percent) of the security cover is from principal receivables ("Security Cover");	Rs.18,00,00,000/-	10,00,00,000.00	1.10 (One decimal point one zero) time	11,00,00,000.00
2	INE998Y07089	Non-convertible Debt Securities	The Debentures shall be secured by way of a first ranking, exclusive and continuing charge on identified receivables ("Hypothecated Assets") created pursuant to the deed of hypothecation executed between the Company and the Debenture Trustee. Commencing from the Initial Security Creation Date, the charge over the Hypothecated Assets shall be (i) such that the value of the receivables underlying the Hypothecated Assets is at least 1.10 (one decimal one zero) times (i.e., 110% (one hundred and ten percent) of the value of the Outstanding Amounts, and (ii) that the value of principal amounts of the Client Loans underlying the Hypothecated Assets is at least 1.10 (one decimal one zero) times (i.e., 110% (one hundred and ten percent) of the value of the Outstanding Amounts (collectively, the "Security Cover").	Rs.34,00,00,000/-	34,00,00,000.00	1.10 (One decimal point one zero) time	37,40,00,000.00

c) Compliance of all the covenants/terms of the issue in respect of listed debt securities of the listed entity:

I have examined the compliances made by the Berar Finance Limited in respect of the covenants/terms of the issue of the listed debt securities (NCD's) and certify that the such covenants/terms of the issue have been complied by the Berar Finance Limited.

For Berar Finance Limited


Yogesh Tahalyani
Chief Financial Officer

