



CIN No. :- U65929MH1990PLC057829
Regd. Office : AVINISHA TOWER, MEHADIA SQUARE, DHANTOLI, NAGPUR - 440 012.
Tel. : (0712) 6663999 ❖ Website : www.berarfinance.com ❖ Email : info@berarfinance.com

BFL: 185

Date: 13.11.2021

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 November 13, 2021

Pursuant to Regulation 51(2) and 52 read with Part B of Schedule III of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform you that the Board of Directors of the Company at its meeting held today i.e on Saturday, November 13, 2021 have, inter-alia, considered and approved the Unaudited Financial Results of the Company for the quarter & half year ended September 30, 2021.

Copy of the said Financial Results together with Limited Review Report with unmodified opinion on the financial statements 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.

The quarter ended results will also be published in the newspapers, in the format prescribed by SEBI.

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

Deepali Balpande
(Company Secretary and Compliance Officer)

ACS: 21290

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 quarterly and half yearly 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 financial results of Berar Finance Limited ('the Company') for the quarter and half year ended September 30, 2021 ('the Statement') attached herewith, being submitted by the Company pursuant to the requirements of Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('the Regulation').
2. This Statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 'Interim Financial Reporting', prescribed under Section 133 of the Companies Act, 2013, read with relevant rules issued thereunder and other recognized accounting principles generally accepted in India. 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether financial results are free of material misstatements. A review consists of making inquiries, primarily of persons 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 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.



Basis for Conclusion:

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 financial results prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under Section 133 of the Companies Act, 2013 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 the Regulations including the manner in which it is to be disclosed, or that it contains any material misstatement.

Emphasis of Matter:

5. We draw attention to Note 7 to the financial results, relating to the impact on the company's unaudited financial results/ business operations due to the uncertainties caused by the outbreak COVID-19 pandemic. The Company's estimates of impairment of loans to customers may be affected by the severity and duration of the pandemic. A definitive assessment of the impact on the subsequent periods is highly dependent upon circumstances as they evolve. Our conclusion is not modified in respect of this matter.

For Pravin Dhiran & Co.

Chartered Accountants

ICAI Firm Registration No.: 133656W



Pravin Dhiran

Partner

Membership No.: 115580

UDIN: 21115580AAAAIA8373



Nagpur

November 13, 2021

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STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE QUARTER AND HALF YEAR ENDED SEPTEMBER 30,2021

(₹ in Lakhs, unless otherwise stated)

Particulars	Quarter ended			Half year Ended		Year Ended
	September 30,2021	June 30,2021	September 30,2020 ^	September 30,2021	September 30,2020	March 31,2021
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
Revenue from Operations						
Interest Income	3,799.11	3,072.25	NA	6,871.36	5,454.59	12,212.12
Dividend Income	0.04	-	NA	0.04	-	0.47
Net gain on fair value changes	3.63	3.60	NA	7.23	81.38	88.13
Other operating Income	520.52	660.38	NA	1,180.90	-	1,184.61
Total Revenue from Operations	4,323.30	3,736.23	NA	8,059.53	5,535.97	13,485.32
Other Income	1.10	0.13	NA	1.23	12.79	0.86
Total Income	4,324.40	3,736.36	NA	8,060.76	5,548.76	13,486.18
Expenses						
Finance Costs	2,063.22	2,155.58	NA	4,218.80	2,502.12	6,752.88
Impairment on financial instruments	(119.28)	613.40	NA	494.12	-	1,203.28
Employee Benefits Expenses	627.85	529.66	NA	1,157.51	786.00	1,719.40
Depreciation, amortization and impairment	62.95	45.82	NA	108.77	32.09	190.55
Other expenses	603.28	370.98	NA	974.26	1,336.52	1,564.42
Total Expenses	3,238.02	3,715.44	NA	6,953.46	4,656.73	11,430.53
Profit before tax	1,086.38	20.92	NA	1,107.30	892.03	2,055.66
Tax Expense:						
- Current Tax	250.00	135.00	NA	385.00	270.00	625.00
- Prior period income tax	-	-	NA	-	-	-
- Deferred Tax	(222.38)	48.82	NA	(173.56)	(46.82)	(107.01)
Profit for the period	1,058.76	(162.90)	NA	895.86	668.85	1,537.67
Other Comprehensive Income						
Items that will not be reclassified to profit or loss						
(i) Re-measurement gains / (losses) on defined benefit plans	(77.20)	0.00	NA	(77.20)	(3.75)	1.33
(ii) Income tax impact	19.78	0.00	NA	19.78	1.09	(0.34)
Items that will be reclassified to profit or loss						
(i) Fair Value of Equity Shares	-	-	-	-	37.41	-
(ii) Income tax relating to items that will be reclassified to profit and loss	-	-	-	-	(16.09)	-
Other Comprehensive Income for the period	(57.42)	0.00	NA	(57.42)	18.67	0.99
Total Comprehensive Income for the period (Comprising Profit and other comprehensive income for the period)	1,001.34	(162.90)	NA	838.44	687.52	1,538.65
Earnings per equity share						
Basic (INR)	10.58	(1.63)	NA	8.95	7.33	16.01
Diluted (INR)	10.58	(1.63)	NA	8.95	7.27	15.91
Disclosures under Regulation 52(4)						
Debt Equity Ratio	4.41	4.56	NA	4.41	4.33	4.98
Outstanding redeemable preference shares	-	-	-	-	-	-
Capital redemption reserve	-	-	-	-	-	-
Debenture redemption reserve	-	-	-	-	-	-
Net Worth*	15,500.09	14,479.49	NA	15,500.09	11,950.54	14,642.39
Total debt to total asset(%)	79.65%	80.25%	NA	79.65%	76.89%	81.72%
Net profit margin (%)**	24.49%	-4.36%	NA	11.12%	12.08%	11.40%
Gross Non Performing Assets (%)	4.34%	5.21%	NA	4.34%	2.75%	2.55%
Net Performing Assets (%)	3.08%	3.73%	NA	3.08%	2.43%	1.77%
Provision Coverage Ratio (%)	31.05%	31.00%	NA	31.05%	13.90%	31.75%

^ The Company does not have corresponding quarterly financial results for the quarter ended September 2020, 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 revenue from operations divided by net profit after tax.

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



STATEMENT OF ASSETS AND LIABILITIES AS AT SEPTEMBER 30,2021

Particulars	(₹ in Lakhs)	
	As at September 30, 2021	As at March 31, 2021
	Unaudited	Audited
ASSETS		
(1) Financial Assets		
(a) Cash and cash equivalents	3,960.04	9,479.25
(b) Bank Balances other than cash and cash equivalents	3,163.37	7,474.86
(c) Loans	68,748.05	65,948.35
(d) Investments	1,286.55	1,177.09
(e) Other Financial assets	5,800.26	2,550.32
Total Financial Assets	82,958.27	86,629.87
(2) Non-financial Assets		
(a) Inventories	-	-
(b) Current Tax assets (Net)	-	-
(c) Deferred tax assets (Net)	664.99	471.65
(d) Property, Plant and Equipment	1,754.02	1,722.16
(e) Capital Work in Progress	18.00	9.00
(f) Goodwill	-	-
(g) Other Intangible assets	77.11	81.32
(h) Right of use assets	275.80	215.29
(i) Other non-financial assets	13.80	14.46
Total Non-financial Assets	2,803.72	2,513.88
Total Assets	85,761.99	89,143.75
LIABILITIES AND EQUITY		
LIABILITIES		
(1) Financial Liabilities		
Trade Payables		
(i) total outstanding dues of micro enterprises and small enterprises	-	-
(ii) total outstanding dues of creditors other than micro enterprises and small enterprises	21.63	425.34
Debt Securities	12,292.26	12,066.02
Borrowings (Other than Debt Securities)	42,327.04	48,803.49
Deposits	13,657.46	11,318.39
Other financial liabilities	1,199.48	1,420.80
Total Financial Liabilities	69,497.87	74,034.04
(2) Non-Financial Liabilities		
Current Tax liabilities (Net)	100.76	74.08
Provisions	337.13	209.01
Other non-financial liabilities	326.14	184.23
Total Non-financial Liabilities	764.03	467.32
(3) EQUITY		
Equity Share capital	1,000.78	1,000.78
Other Equity	14,499.31	13,641.61
Total Equity	15,500.09	14,642.39
Total Liabilities and Equity	85,761.99	89,143.75



STATEMENT OF CASH FLOWS FOR THE HALF YEAR ENDED SEPTEMBER 30,2021

Particulars	(₹ in Lakhs)	
	Half year ended September 30, 2021	Half year ended September 30, 2020 [^]
	Unaudited	Unaudited
A. Cash flow from operating activities		
Profit before tax	1107.30	NA
Adjustments for:		
Depreciation and amortisation expense	108.77	NA
ESOP expense	19.25	NA
Provision for Defined Benefit Obligation	22.79	NA
Finance cost	158.18	NA
Interest Income on Security Deposit	2.65	NA
Amortization impact of Processing fees and commission on Loans	(490.53)	NA
Interest income on investment	(41.13)	NA
Interest Accrued on Govt. Securities	0.00	NA
Gain on derecognition of leased asset	(0.06)	NA
Net gain on fair value changes in Investment	(5.87)	NA
Dividend received	0.00	NA
Impairment on financial instruments	494.12	NA
Other Expense	0.00	NA
Operating profit before working capital changes	1375.47	NA
Changes in working capital		
Increase/ (decrease) in trade payables	(403.71)	NA
Increase/ (decrease) in other financial liabilities	(284.67)	NA
Increase/ (decrease) in other non financial and current assets	0.00	NA
Increase/ (decrease) in provisions and other liabilities	170.04	NA
(Increase)/ decrease in other financial assets	(3256.03)	NA
(Increase)/ decrease in non financials loans	0.00	NA
(Increase)/ decrease in Loans	(2803.29)	NA
(Increase)/ decrease in other assets	0.66	NA
Cash generated from/(used in) operations	(5201.53)	NA
Income tax paid	(358.32)	NA
Net cash generated from operating activities (A)	(5559.85)	NA
B. Cash flow from Investing activities		
Payment for property, plant and equipment, intangible assets and Capital Work-in-progress	(89.14)	NA
Change in Other Bank balances not available for Immediate use	4311.49	NA
Purchase of investment	(111.93)	NA
Proceeds from sale of Investments	21.37	NA
Dividend Received	0.00	NA
Interest received	28.10	NA
Net cash used in investing activities (B)	4159.89	NA
C. Cash flow from Financing activities		
Proceeds from Bank & Financial Institution Borrowing (Net of Repayments)	(6267.80)	NA
Debt Securities issued	234.38	NA
Deposits taken (Net of Repayments)	2339.08	NA
Repayment of lease liabilities	(67.57)	NA
Net cash used in financing activities (C)	(3761.91)	NA
Net increase in cash and cash equivalents (A+B+C)	(5161.88)	NA
Cash and cash equivalents at the beginning of the year	4280.54	NA
Cash and cash equivalents at the end of the year	(881.34)	NA

[^] The Company does not have corresponding cash flow for the half year ended September 30, 2020, therefore the column on corresponding figures for said half year is not applicable.



Notes to Financial Statements as per Regulation 52 of SEBI (LODR) Regulations, 2015:

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 November 24, 1998 with Registration No. 13.01109.
2. The financial results for the period ended September 30, 2021 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 November 13, 2021.
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 SEBI (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 secured by first pari-passu charge given by way of hypothecation over receivable as per the terms of sanctioned with an asset coverage ratio of 1.10 times of the principal outstanding and interest accrued thereon.
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. Consequent to the outbreak of the COVID-19 pandemic, the Indian government announced a lockdown in March, 2020. Subsequently, the national lockdown was lifted by the government, but regional lockdowns continued to be implemented in areas with a significant number of COVID-19 cases. The impact of COVID-19, including changes in customer behavior and pandemic fears, as well as restrictions on business and individual



activities, has led to significant volatility in global and Indian financial markets and a significant decrease in global and local economic activities. This may lead to a rise in the number of borrower's defaults and consequently an increase in corresponding provisions. The extent to which the COVID-19 pandemic, including the current "second wave" that has significantly increased the number of cases in India, will continue to impact the Company's performance 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 whether government-mandated or elected by us.

The Company has assessed the potential impact of COVID-19 on the carrying value of its assets based on relevant internal and external factors/ information available, up to the date of approval of these financial results. The Company is carrying an Expected Credit Loss provision of Rs.1496.23 lakh as on September 30, 2021. (For the year ended March 31, 2021 Rs 1232.21 lakh)

8. Earnings per share for the quarter and half year ended September 30, 2021 and comparative period have not been annualised.
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 for the quarter ended September 30, 2021 represents the balancing figures between the reviewed figures in respect of the half year ended September 30, 2021 and figures for the quarter ended June 30, 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.

Place: Nagpur

Date: November 13, 2021



For Berar Finance Limited

A handwritten signature in blue ink, appearing to read "Sandeep Jawanjali".

Sandeep Jawanjali

Managing Director & Chief Financial Officer

DIN: 01490054

Statement of Deviation/Variation in utilisation of funds raised

Name of listed entity	Berar Finance Limited					
Mode of Fund Raising	Private Placement					
Type of instrument	Non-Convertible Debentures					
Date of Raising Funds	February 24,2021			March 24,2021		
Amount Raised	INR 18 Crores			INR 34 Crores		
Report filed for half year ended	September 30,2021					
Is there a Deviation / Variation in use of funds raised?	No					
Whether any approval is required to vary the objects of the issue stated in the prospectus/ offer document?	N.A					
If yes, details of the approval so required?	N.A					
Date of approval	N.A					
Explanation for the Deviation / Variation	N.A					
Comments of the audit committee after review	Nil					
Comments of the auditors, if any	Nil					
Objects for which funds have been raised and where there has been a deviation, in the following table:						
Original Object	Modified Object, if any	Original Allocation	Modified allocation, if any	Funds Utilised	Amount of Deviation/Variation for the half year according to applicable object (INR Crores and in %)	Remarks, if any
There were no deviations in the utilisation of funds from the objects stated in the offer documents.						

Deviation could mean:

- (a) Deviation in the objects or purposes for which the funds have been raised.
- (b) Deviation in the amount of funds actually utilized as against what was originally disclosed.

FOR BERAR FINANCE LIMITED



Sandeep Jawanjali
 Managing Director and Chief Financial Officer
 DIN: 01490054



Annexure A
Asset Cover Certificate

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

a. The listed entity 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)
			18,00,00,000.00
INE998Y07071	Private Placement	Secured	34,00,00,000.00
INE998Y07089	Private Placement	Secured	

b) **Asset Cover for listed debt securities:**

- i) The financial information as on 30.09.2021 has been extracted from the books of accounts for the year ended 30.09.2021 and other relevant records of the listed entity;
- ii) The assets of the listed entity 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
		A		
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)		16,02,66,202.00	37,62,13,820.00
	<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		16,02,66,202.00	37,62,13,820.00
	<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			
		B		
ii.	Total borrowing through issue of secured Debt Securities (secured by either pari passu or exclusive charge on assets)		14,41,87,670.00	33,97,20,329.97
	<input type="checkbox"/> Debt Securities (Provide details as per table below)		14,50,00,000.00	34,00,00,000.47
	<input type="checkbox"/> IND - AS adjustment for effective Interest rate on secured Debt Securities		-11,26,483.00	-22,35,835.50
	<input type="checkbox"/> Interest accrued/payable on secured Debt Securities		3,14,153.00	19,56,165.00
		A/B	111%	111%
iii.	Asset Coverage Ratio			



ISIN wise details

Sr. No.	ISIN	Facility	Type of charge	Sanctioned Amount	Outstanding Amount As on 30-09-2021	Cover Required	Assets Required
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/-	14,50,00,000.00	1.10 (One decimal point one zero) time	15,95,00,000.00
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:

We have examined the compliances made by the listed entity 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 listed entity.

For **Pravin Dhiran & Co.**
Chartered Accountants
FRN - 133656W



(Pravin Dhiran)
Partner
M. No. 115580
UDIN - 21115580AAAAIC2276



Date: 13/11/2021
Place: Nagpur