



SAFL[®]

Sustainable Agro-commercial Finance Ltd.

Ref no: SAFL/HO/MUM/CS/23-24/66

Date: 04th November, 2023

To,
The General Manager
Listing & Compliance Department,
BSE Limited,
Phiroze Jeebhoy Towers,
Dalal Street, Mumbai - 400 001

Dear Sir/Madam,

Sub: **Submission of unaudited Financial Results under Regulation 52(1) of the SEBI (LODR) Regulations, 2015 for the quarter and half year ended 30th September, 2023.**


Ref: **ISIN - INE511S08023, Scrip Code - 951963.**

Pursuant to the provisions of Regulation 52(1) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") please find attached the Unaudited Financial Results of the Company for the quarter and half year ended 30th September, 2023 approved by the Board of Directors of the Company at its meeting held on 04th November, 2023, along with the following documents:

- 1) Unaudited Financial Results for the quarter and half year ended 30th September, 2023 along with the Statement prescribed under Regulation 52(4) of the Listing Regulations;
- 2) Limited Review Report provided by the Statutory Auditors of the Company;
- 3) Declaration pursuant to Regulation 52(3)(a) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in respect of Limited Review Report with unmodified opinion.

We request you to take the above formation on your records.

Thanking you.
Yours Faithfully,
For **Sustainable Agro-Commercial Finance Limited**


Pranali Sulakhe
Company Secretary
Encl : As Above.



Registered Office: 7, Kumtha Street, Ballard Estate, Fort, Mumbai - 400 001.

Corporate & Head Office: 1st Floor, Marshall Building, Shoorji Vallabhdas Marg, Ballard Estate, Fort, Mumbai - 400 001
Tel: 022-22101111 | Fax: +91 22 22105555 | Website: www.safl.in | CIN NO : U65999MH2011PLC213640

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Independent Auditor's Review Report on the Unaudited Financial Results for the quarter and half year ended September 30, 2023 of Sustainable Agro-commercial Finance Limited Pursuant to Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

**To,
The Board of Directors
Sustainable Agro-commercial Finance Limited**

1. We have reviewed the accompanying statement of unaudited financial results of Sustainable Agro-commercial Finance Limited (the "Company") for the quarter and half year ended September 30, 2023 (the "Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, ('Ind AS 34') "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other 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 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 Statement is free of material misstatement. A review of interim financial information 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.
4. Based on our review conducted as stated above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, 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 the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

5. We draw attention that there has been delays in meeting its existing borrowings by the Company. The management has performed a detailed assessment and is confident of meeting its obligations by means of mobilisation of additional funds and other strategic initiatives to meet its obligations. Our conclusion is not modified in respect of the said matter.
6. We draw attention to Note 6 to the Statement, wherein the Company has defaulted in repayment of its secured borrowings amounting INR 7,218 lakhs (including interest). However, the Company has initiated the repayment of borrowings and simultaneously taken actions as per their restructure plan. Our conclusion is not modified in respect of the said matter.
7. We draw attention to Note 7 of the Statement, Unsecured loan including intercorporate deposit (ICD) of Rs 4498 Lakhs advanced to a related party who has undergone debt resolution process. As represented to us by the management, borrower has obtained the consent from its existing lenders to raise funds to repay ICD. The management does not expect any material adjustments required upon realization of the loan. Our conclusion is not modified in respect of the said matter.
8. We draw attention to Note 9 of the Statement which states inability of the Company to create Debenture Redemption Reserve of INR 7,000 lakhs in terms of the Debenture Trust Deed due to insufficient profits. The Company has created the reserve of only INR 2,800 lakhs as on date. Our conclusion is not modified in respect of this matter.

For S M S R & Co LLP

Chartered Accountants

Firm registration number: 110592W / W100094

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Ravi Kapoor

Partner

Membership No: 040404

Place: Mumbai

Date: November 04, 2023

UDIN: 23040404BGXCVN3169

Sustainable Agro-Commercial Finance Limited
CIN : U65999MH2011PLC213640
Registered Office : 7, Kumtha Street, Fort, Mumbai 40001
Statement of Financial Results for the quarter and half year ended 30 September 2023

(INR in lakhs)

Particulars	Quarter ended September 30, 2023	Quarter ended June 30, 2023	Quarter ended September 30, 2022	Half Year Ended 30 September 2023	Half Year Ended 30 September 2022	Year Ended March 31, 2023
	UnAudited (Refer Note 5)	Unaudited	UnAudited (Refer Note 5)	UnAudited	UnAudited	Audited
A. Revenue from operations						
Interest income (Net)	49	176	659	225	1,346	(631)
Fee and other operating income	11	12	14	23	27	57
Total revenue from operations (A)	60	188	673	248	1,373	(574)
B. Other income	211	218	247	429	497	980
Total income (A+B)	271	406	920	677	1,870	406
C. Expenses						
Finance costs	607	547	538	1,154	1,044	2,064
Impairment on financial instruments	265	-53	113	212	495	3,781
Employee benefits expenses	248	245	256	493	506	1,041
Depreciation and amortisation expenses	52	51	52	103	104	211
Other expenses	201	162	207	363	404	850
Total expenses (C)	1,373	952	1,166	2,325	2,553	7,947
Profit/ (loss) before tax (A+B-C)	(1,102)	(546)	(246)	(1,648)	(683)	(7,541)
D. Tax expenses						
- Current taxes	-	-	-	-	-	-
- Deferred taxes charge/ (credit)	(285)	(146)	(47)	(431)	(175)	(1,939)
- Tax adjustment for earlier years	-	-	-	-	-	-
Total tax expenses (D)	(285)	(146)	(47)	(431)	(175)	(1,939)
Profit/ (loss) after tax (A+B-C-D)	(817)	(400)	(199)	(1,217)	(508)	(5,602)
E. Other comprehensive income						
(i) Items that will not be reclassified to profit or loss						
- Remeasurement gains and (losses) of defined benefit plans	-	-	-	-	-	10
- Income tax relating to items that will not be classified to profit and loss	-	-	-	-	-	(3)
Total other comprehensive income (E)	-	-	-	-	-	7
Total comprehensive income for the period (A+B-C-D-E)	(817)	(400)	(199)	(1,217)	(508)	(5,595)
Earnings per equity share (not annualised for interim periods)						
Basic (INR)	(0.68)	(0.33)	(0.17)	(1.01)	(0.42)	(4.67)
Diluted (INR)	(0.68)	(0.33)	(0.17)	(1.01)	(0.42)	(4.67)
Face value per share (in Rupees)	10.00	10.00	10.00	10.00	10.00	10.00



Sustainable Agro-commercial Finance Limited
Statement of Assets and Liabilities as at 30 September 2023

(INR in lakhs)

Particulars	As at September 30, 2023	As at March 31, 2023
	Unaudited	Audited
ASSETS		
A. Financial Assets		
Cash and cash equivalents	523	1,238
Bank balances other than cash and cash equivalents	10	510
Receivables		
- Trade receivables	-	
- Other receivables	57	61
Loans	18,501	19,309
Investments	517	517
Other financial assets	1,378	1,298
Sub-total - Financial assets (A)	20,986	22,933
B. Non-Financial Assets		
Current tax assets (net)	351	316
Deferred tax assets (net)	3,544	3,113
Property, plant and equipment	91	105
Capital work-in-progress	-	-
Intangible assets under development	12	-
Other intangible assets	25	32
Right of use assets	238	237
Other non-financial assets	235	221
Sub-total - Non-Financial assets (B)	4,496	4,024
Total - Assets (A+B)	25,482	26,957
LIABILITIES AND EQUITY		
LIABILITIES		
A. Financial liabilities		
Debt securities	7,000	7,000
Borrowings (Other than debt securities)	6,603	7,247
Lease liability	266	262
Other financial liabilities	3,954	3,480
Sub-total - Financial liabilities (C)	17,823	17,989
B. Non-Financial liabilities		
Provisions	204	216
Other non-financial liabilities	13	93
Sub-total - Non-Financial liabilities (D)	217	309
C. Equity		
Equity share capital	12,000	12,000
Other equity	(4,558)	(3,341)
Sub-total - Equity (E)	7,442	8,659
Total - Liabilities and Equity (C+D+E)	25,482	26,957

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Sustainable Agro-commercial Finance Limited
Cash Flow Statement for the half year ended September 30, 2023

Particulars	For the half year ended	
	September 30, 2023	September 30, 2022
	(Audited)	(Audited)
(A) Cash flows from operating activities:		
Net profit before tax	(1,648)	(683)
Adjustments:		
Depreciation and amortisation	103	104
Provision for standard assets	(54)	(42)
Provision for substandard assets	199	497
Provision for compensated absences	-	4
Provision for Subvention Income	4	-
Provision for gratuity	7	8
Interest income	(337)	(339)
Loans written off	63	35
(Profit) / loss on disposal of assets (net)	0	(30)
Interest expenses	1,154	1,044
Realised (gain)/ loss on investments (net)	-	-
Operating profit / (loss) before working capital changes	(509)	598
Adjustments for working capital changes in:		
- (Increase) / decrease in trade receivables	-	5
- (Increase) / decrease in loans	600	834
- (Increase) / decrease in other financial assets	(80)	364
- (Increase) / decrease in other non-financial assets	(14)	(14)
- (Decrease) / Increase in other financial liabilities	474	(488)
- (Decrease) / Increase in lease liabilities	4	(16)
- (Decrease) / Increase in other non financial liabilities	(80)	(31)
- (Decrease) / Increase in current tax liabilities	-	-
- (Decrease) / Increase in provisions	(19)	(54)
Cash generated from operations	376	1,198
Income taxes paid (net of refunds)	(35)	(154)
Net cash generated from / (used in) operating activities	341	1,044
(B) Cash flows from investing activities:		
Purchase of property, plant and equipment and intangible assets including movements in capital work-in-progress	(95)	(39)
(Loss) / Profit on sale of Fixed Assets	-	30
Interest income	337	339
Proceeds from sale of investments	-	-
Movement in bank balances other than cash and cash equivalents	500	364
Net cash generated from / (used in) investing activities	742	694
(C) Cash flow from financing activities:		
Proceeds / (Repayments) from borrowings	(644)	(704)
Interest paid	(1,154)	(1,044)
Net cash generated from / (used in) financing activities	(1,798)	(1,748)
Net increase in cash and cash equivalents (A+B+C)	(715)	(10)
Cash and cash equivalents as at the beginning of the year	1,238	86
Cash and cash equivalents as at the end of the year	523	76

Notes:

1. Components of cash and cash equivalents

	As at September 30, 2023	As at September 30, 2022
- Cash on hand	1	-
- Balances with banks	522	76
	523	76

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Sustainable Agro-commercial Finance Limited

Notes to audited financial results for the quarter and half year ended 30 September 2023

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its Board meeting held on 4 November 2023. The above results have been reviewed by the Statutory Auditors of the Company.
- 2 Sustainable Agro-Commercial Finance Limited (the 'Company') has prepared financial results for the half year ended September 30, 2023 (the 'Statement'), in accordance with Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (the 'Listing Regulations, 2015') as amended and the Accounting Standards specified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time and the relevant provisions of the Companies Act 2013 and directions /guidelines issued by Reserve Bank of India, as applicable and other accounting principle generally accepted in India. Any application guidance/clarification/directions issued by the Reserve bank of India or other regulators are implemented as and when they are issued/applicable.
- 3 The Company is registered as a non-deposit taking Non-Banking Financial Company with the Reserve Bank of India ('RBI'). The Company is classified under the "Base Layer" pursuant to Scale Based Regulations prescribed by the RBI vide its circular Ref. No. RBI/2021-22/112 DOR CRE REC NO 60/03 10.001/2021-22 dated October 22, 2021.
- 4 The Company is primarily engaged in the business of financing and all its operations are in India. Accordingly, there are no separate segments as per Ind AS 108 - "Operating Segments".
- 5 The figures for the quarter ended September 30, 2023 and September 30, 2022 are the balancing figures between year to date figures and quarter ended June 30, 2023 and unaudited reviewed amounts in respect of quarter ended June 30, 2022 respectively.
- 6 The Company has defaulted in repayment of secured term loans (including interest) amounting INR 7,747 lakhs as at September 30, 2023 and also has breached financial covenants as on September 30, 2023. There is a negative cumulative mismatch in the ALM Static Liquidity Statement for all the buckets as on September 30, 2023. However, the Company is in the advance stages of its engagement of restructuring plans of their existing borrowings. The management has performed a detailed assessment and is confident of meeting its obligations by means of mobilisation of additional funds and other strategic initiatives to meet its obligations. Accordingly, these financial results have been prepared on a going concern basis.
- 7 The unsecured loan includes intercorporate deposit (ICD) of Rs 4,498 Lakhs advanced to a related party who has undergone debt resolution process. The lenders of the borrower have permitted to raise funds to repay ICD. The borrower is in the process of seeking approval from stock exchanges for issue equity share warrants on preferential basis to raise funds.
- 8 Information as required by Reserve Bank of India Circular on Resolution framework for Covid-19 related Stress dated 6 August 2020 and Resolution Framework -2.0: Resolution of Covid-19 related stress of Individuals and Small Businesses dated 5 May 2021 is attached as Annexure II.

Type of borrower	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of the previous half-year (A)	Of (A), aggregate debt that slipped into NPA during the half-year	Of (A) amount written off during the half-year	Of (A) amount paid by the borrowers during the half-year	Exposure to accounts classified as Standard consequent to implementation of resolution plan – Position as at the end of this half-year
Personal loans					
Corporate persons*					
Of which, MSMEs	33.45	-	-	22.34	11.11
Others					
Total	33.45	-	-	22.34	11.11

* As defined in Section 3(7) of the Insolvency and Bankruptcy Code, 2016

- 9 The Company has maintained a Debenture Redemption Reserve of INR 2800 lakhs as on September 30, 2023 as against INR 7000 lakhs required under the terms of the Debenture Trust Deed, due to insufficient profits during the year.


- 10 The figures for the previous periods / year have been regrouped / rearranged wherever necessary to conform to current period presentation.

Place: Mumbai
Date: 04 November 2023

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Sustainable Agro-commercial Finance Limited


Mahinakar Bobde
Managing Director & CEO
DIN: 09280816



Sustainable Agro-Commercial Finance Limited
Annexure I

Disclosure in compliance with regulation 52(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 for period ended 30th September 2023.

Sr. No.	Particulars	Ratio
1	Debt equity ratio #	1.83
2	Debt service coverage ratio ##	Not Applicable
3	Interest service coverage ratio ##	Not Applicable
4	Outstanding Redeemable Preference Shares (quantity)	Not Applicable
5	Outstanding Redeemable Preference Shares (in lacs)	Not Applicable
6	Capital Redemption Reserve	Not Applicable
7	Debenture Redemption Reserve	0
8	Networth (INR in lacs) ####	7,442
9	Net profit / (loss) after tax (INR in lacs) ####	(1,217)
10	Earnings per equity share (*not annualised)	
	a) Basic (INR)	(1.01)
	b) Diluted(INR)	(1.01)
11	Current ratio	Not Applicable
12	Long term debt to working capital ratio	Not Applicable
13	Bad debts to Account receivable ratio	Not Applicable
14	Current liability ratio	Not Applicable
15	Total debt to total assets	0.53
16	Debtors turnover	Not Applicable
17	Inventory turnover	Not Applicable
18	Operating margin (%)	-28%
19	Net profit / (loss) margin (%)	-54%
20	Sector specific equivalent ratio, as applicable	
	(a) Gross NPA Ratio (%)	90%
	(b) Net NPA Ratio (%)	67%
21	Whether there is a deviation in the use of the proceeds of the issue of Non Convertible Debt Securities: No proceeds received from NCD during the period under review. Hence not applicable.	

Notes:

Debt-equity ratio = (Debt securities + Borrowings (Other than debt securities) + subordinate liabilities) / network.

The company is registered under the Reserve Bank of India Act, 1934 as Non-Banking financial Company, hence these ratios are generally not applicable.

Total debts to total assets = (Debt securities + Borrowings (Other than debt securities) + subordinate liabilities) / total assets.

Network = Paid up equity share capital + Other Equity - Deferred expenditure - Miscellaneous expenditure

For the calculation of item 18 and 19 Total revenue considered is gross (before reversal of unrealised interest on NPA).





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Sustainable Agro-commercial Finance Ltd.

Ref no: SAFL/HO/MUM/CS/23-24/67

Date: 04th November, 2023

To,
The General Manager,
Listing and Compliance
BSE Limited,
P.J.Towers,Dalal Street,
Mumbai – 400 001

Dear Sir,

Sub: Declaration in respect of Limited Review Report with unmodified opinion under Regulation 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015.

Ref: **ISIN - INE511S08023, Scrip Code - 951963.**

Pursuant to SEBI Circular No : CIR/CFD/CMD/56/2016 May 27, 2016 we hereby confirm that M/s. S M S R & Co, LLP –Chartered Accountants, the Statutory Auditors of the Company, have provided an un-modified opinion on the unaudited financial results of the Company for the quarter and half year ended 30th September, 2023.

This is for your records.

For **SUSTAINABLE AGRO-COMMERCIAL FINANCE LIMITED**

Pranali Sulakhe

Pranali Sulakhe
Company Secretary



Registered Office: 7, Kumtha Street, Ballard Estate, Fort, Mumbai - 400 001.

Corporate & Head Office: 1st Floor, Marshall Building, Shoorji Vallabhdas Marg, Ballard Estate, Fort, Mumbai - 400 001
Tel: 022-22101111 | Fax: +91 22 22105555 | Website: www.safl.in | CIN NO : U65999MH2011PLC213640

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