



SAFL[®]

Sustainable Agro-commercial Finance Ltd.

Reference No. : CS03/11082022

August 11, 2022

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

Dear Sir/Madam,

Sub : Revised Audited Financial Results under Regulation 52 of the SEBI (LODR) Regulations, 2015 for the Financial Year ended 31st March, 2022.

Ref: ISIN - INE511S08023, Scrip Code - 951963

Pursuant to the provisions of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") please find attached the Revised Standalone Financial Results of the Company for the year ended March 31, 2022 approved by the Board of Directors of the Company at its meeting held on August 11, 2022, along with the following documents:

- 1) Revised Audited Financial Results for the year ended 31st March, 2022 along with the Statement prescribed under Regulation 52(4) of the Listing Regulations;
- 2) Revised Annual Audit 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 Revised Audit 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


Prabhakar Bobde
Managing Director and Chief Executive Officer



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

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Independent Auditor's Report on the Revised Standalone Financial Results of Sustainable Agro - Commercial Finance Limited pursuant to the Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

To,
The Board of Directors of
Sustainable Agro-Commercial Finance Limited

1. Report on the audit of the Revised Standalone Financial Results

We have audited the accompanying revised standalone financial results of **Sustainable Agro-Commercial Finance Limited** (the "Company"), for the quarter and year ended March 31, 2022 (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").

This report is issued in supersession to our report dated 19 May, 2022 consequent to the Board approval of the revised Statement on 11 August, 2022. This revision is carried out to correct error in reporting the results for quarter ended 31 March, 2022 which were derived as difference between audited results for year ended 31 March, 2022 and unaudited results for nine months ended 31 December, 2021. The results for the year ended 31 March, 2022 remain unchanged.

2. Opinion

In our opinion and to the best of our information and according to the explanations given to us, the standalone financial results:

- (i) are presented in accordance with the requirements of the Listing Regulations in this regard; and
- (ii) gives a true and fair view in conformity with the applicable Indian Accounting Standards ('Ind AS') 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, of the net loss and other comprehensive income and other financial information of the Company for the quarter and year ended March 31, 2022.

3. Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ('SAs') specified under section 143(10) of the Act. Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Standalone Financial Results" section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India ('the ICAI') together with the ethical requirements that are relevant to our audit of the Statement, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence obtained by us is sufficient and appropriate to provide a basis for our opinion.



4. Emphasis of Matter

- (i) We draw attention to Note 6 to the Statement, which states management's assessment of the impact of the lockdown and other restrictions imposed by the Government in view of the Covid-19 pandemic on the Company's operations and performance.
- (ii) We draw attention to Note 8 to the Financial Statement, which states the Company is currently in the process of implementing a new loan account management system and the Company has maintained manual records. The Company believes that there would not be any material adjustments upon implementation of the new loan account management system.
- (iii) We draw attention to Note 9 to the Statement, wherein the Company is required to create Debenture Redemption Reserve of INR 7,000 lakhs by the year ended 31 March 2021 in terms of the Debenture Trust Deed. However due to insufficient profits the Company has created a reserve of only INR 2,800 lakhs as on the Balance Sheet date.

Our opinion is not modified in respect of the above matters.

5. Management and Board of Directors' Responsibilities for the Statement

The Statement has been prepared on the basis of the standalone annual financial statements. The Company's Management and Board of Directors are responsible for the preparation and presentation of the standalone financial results that gives a true and fair view of the net loss and other comprehensive income and other financial information of the Company in accordance with the applicable accounting standards prescribed under Section 133 of the Act, read with relevant rules issued thereunder and other accounting principles generally accepted in India and in compliance with Regulation 52 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the standalone financial results that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the standalone financial results, the Management and the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern, and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors are also responsible for overseeing the Company's financial reporting process.

6. Auditor's Responsibilities for the Audit of the Standalone Financial Results

Our objectives are to obtain reasonable assurance about whether the standalone financial results as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's



report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these standalone financial results.

As part of an audit in accordance with the SAs', we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- (i) Identify and assess the risks of material misstatement of the standalone financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- (ii) Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3)(i) of the Act, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls with reference to standalone annual financial statements in place and the operating effectiveness of such controls.
- (iii) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management and the Board of Directors.
- (iv) Conclude on the appropriateness of the Management and Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the standalone financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- (v) Evaluate the overall presentation, structure and content of the standalone financial results, including the disclosures, and whether the standalone financial results represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.




7. Other Matters

The financial results include the results for the quarter ended March 31, 2022 being the balancing figure between the audited figures in respect of the full financial year and the published unaudited year to date figures up to the third quarter of the current financial year which were subject to limited review by us, as required by the Listing Regulations. The financial results also include the results for the quarter ended March 31, 2021 being the balancing figure between the audited figures in respect of the previous full financial year and management certified year to date figures up to the third quarter of the previous financial year which have not been subjected to limited review and is relied upon by us.

For S M S R & Co LLP

Chartered Accountants

Firm registration number: 110592W / W100094


Ravi Kapoor
Partner
Membership No: 040404



Place: Mumbai

Date: 11 August 2022

UDIN : 22040404A0VJTF 4940

Sustainable Agro-commercial Finance Limited
Revised Statement of Financial Results for the Quarter and Year Ended 31 March 2022

(INR in lakhs)

Particulars	Quarter ended 31 March 2022	Quarter ended 31 December 2021	Quarter ended 31 March 2021	Year Ended 31 March 2022	Year Ended 31 March 2021
	Audited	Unaudited	Audited	Audited	Audited
A. Revenue from operations					
Interest income	(288)	877	580	1,026	4,306
Fee and other operating income	45	3	12	113	165
Total revenue from operations (A)	(243)	880	592	1,139	4,471
B. Other income	203	180	202	780	783
Total income (A+B)	(40)	1,060	794	1,919	5,254
C. Expenses					
Finance costs	444	527	432	2,062	2,183
Impairment on financial instruments	1,309	-3	-145	1,833	212
Employee benefits expenses	221	261	310	1,044	1,260
Depreciation and amortisation expenses	63	69	106	272	288
Other expenses	232	176	210	810	746
Total expenses (C)	2,269	1,030	913	6,021	4,689
Profit before tax (A+B-C)	(2,309)	30	(119)	(4,102)	565
D. Tax expenses					
- Current taxes	-	-	-99	-	168
- Deferred taxes charge/ (credit)	(583)	13	74	(1,051)	(13)
- Tax adjustment for earlier years	-	-	26	-	26
Total tax expenses (D)	(583)	13	1	(1,051)	181
Profit/ (loss) for the year/ period (A+B-C-D)	(1,726)	17	(120)	(3,051)	384
E. Other comprehensive income					
(i) Items that will not be reclassified to profit or loss					
- Remeasurement of defined benefit plans	6	0	8	6	-
- Income tax on the above	(2)	-	-	(2)	-
Total other comprehensive income (E)	4	0	8	4	-
Total comprehensive income for the period (A+B-C-D-E)	(1,722)	17	(112)	(3,047)	384
Earnings per equity share (not annualised for interim periods)					
Basic (INR)	(1.44)	0.01	(0.10)	(2.54)	0.32
Diluted (INR)	(1.44)	0.01	(0.10)	(2.54)	0.32
Face value per share (in Rupees)	10.00	10.00	10.00	10.00	10.00



Sustainable Agro-commercial Finance Limited
Revised Statement of Assets and Liabilities as at 31 March 2022

(INR in lakhs)

Particulars	As at	As at
	31 March 2022	31 March 2021
	Audited	Audited
ASSETS		
A. Financial Assets		
Cash and cash equivalents	86	77
Bank balances other than cash and cash equivalents	874	1,210
Receivables		
- Trade receivables	-	
- Other receivables	71	215
Loans	24,842	28,900
Investments	517	751
Other financial assets	4,406	5,719
Sub-total - Financial assets (A)	30,796	36,872
B. Non-Financial Assets		
Current tax assets (net)	205	32
Deferred tax assets (net)	1,177	124
Property, plant and equipment	180	235
Capital work-in-progress	-	-
Intangible assets under development	35	20
Other intangible assets	16	35
Right of use assets	191	400
Other non-financial assets	188	179
Sub-total - Non-Financial assets (B)	1,992	1,025
Total - Assets (A+B)	32,788	37,897
LIABILITIES AND EQUITY		
LIABILITIES		
A. Financial liabilities		
Debt securities	7,004	6,992
Borrowings (Other than debt securities)	8,057	9,629
Lease liability	235	470
Other financial liabilities	2,920	3,169
Sub-total - Financial liabilities (C)	18,216	20,260
B. Non-Financial liabilities		
Provisions	272	304
Other non-financial liabilities	46	32
Sub-total - Non-Financial liabilities (D)	319	336
C. Equity		
Equity share capital	12,000	12,000
Other equity	2,254	5,301
Sub-total - Equity (E)	14,254	17,301
Total - Liabilities and Equity (C+D+E)	32,788	37,897



Sustainable Agro-commercial Finance Limited
Revised Cash Flow Statement for the year ended March 31, 2022

Particulars	For the Year Ended .	
	31 March 2022 (Audited)	31 March 2021 (Audited)
(A) Cash flows from operating activities:		
Net profit before tax	(4,102)	565
Adjustments:		
Depreciation and amortisation	272	288
Provision for standard assets	190	(103)
Provision for substandard assets	522	128
Provision for compensated absences	(20)	8
Provision for gratuity	12	17
Interest income	(702)	(731)
Loans written off	1,089	187
(Profit) / loss on disposal of assets (net)	1	0
Interest expenses	2,062	2,183
Realised (gain)/ loss on investments (net)	-	-
Operating profit / (loss) before working capital changes	<u>(676)</u>	<u>2,542</u>
Adjustments for working capital changes in:		
- (Increase) / decrease in trade receivables	144	(118)
- (Increase) / decrease in loans	2,257	1,057
- (Increase) / decrease in other financial assets	1,313	368
- (Increase) / decrease in other non-financial assets	(9)	(17)
- (Decrease) / Increase in other financial liabilities	(249)	1,701
- (Decrease) / Increase in lease liabilities	(235)	(199)
- (Decrease) / Increase in other non financial liabilities	14	(12)
- (Decrease) / Increase in current tax liabilities	-	-
- (Decrease) / Increase in provisions	(20)	(20)
Cash generated from operations	<u>2,539</u>	<u>5,302</u>
Income taxes paid (net of refunds)	(175)	(89)
Net cash generated from / (used in) operating activities	<u>2,364</u>	<u>5,213</u>
(B) Cash flows from investing activities:		
Purchase of property, plant and equipment and intangible assets including movements in capital work-in-progress	(4)	(64)
Proceeds from sale of property, plant and equipment	(1)	-
Interest income	702	731
Proceeds from sale of investments	234	-
Movement in bank balances other than cash and cash equivalents	336	-
Net cash generated from / (used in) investing activities	<u>1,267</u>	<u>667</u>
(C) Cash flow from financing activities:		
Proceeds / (Repayments) from borrowings other than debt securities (net)	(1,560)	(3,730)
Interest paid	(2,062)	(2,183)
Net cash generated from / (used in) financing activities	<u>(3,622)</u>	<u>(5,913)</u>
Net increase in cash and cash equivalents (A+B+C)	9	(33)
Cash and cash equivalents as at the beginning of the year	<u>77</u>	<u>110</u>
Cash and cash equivalents as at the end of the year	<u>86</u>	<u>77</u>

Notes:

1. Components of cash and cash equivalents

- Cash on hand
- Balances with banks



	As at 31 March 2022	As at 31 March 2021
	0	0
	86	77
	<u>86</u>	<u>78</u>



Sustainable Agro-commercial Finance Limited
Notes to revised audited financial results for the year ended 31 March 2022

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at its Board meeting held on 11 August 2022. The above results have been audited by the Statutory Auditors of the Company.
- 2 The financial results of the Company have been prepared in accordance with Indian Accounting Standards ('Ind AS') notified under the Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) Rules, 2016, prescribed under Section 133 of the Companies Act, 2013 ('the Act') read with relevant rules issued thereunder and the other accounting principles generally accepted in India. Any application guidance/ clarifications/ directions issued by the Reserve Bank of India or other regulators are implemented as and when they are issued/ applicable.
- 3 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".
- 4 The financial results include the results for the quarter ended 31 March, 2022 being the balancing figures between audited figures in respect of the full financial year and the published year-to-date unaudited figures up to the end of the third quarter of the financial year, which were subject to limited review. The financial results also include the results for the quarter ended March 31, 2021 being the balancing figure between the audited figures in respect of the previous full financial year and management certified year to date figures up to the third quarter of the previous financial year which have not been subject to limited review.
- 5 The Company is registered as a non-deposit taking Non-Banking Financial Company with the Reserve Bank of India ('RBI')
- 6 The extent and manner in which the Covid-19 pandemic and consequent Government restrictions would affect the performance of the Company would depend upon future events which are uncertain. The Company continues to closely monitor the material changes in the economic factors impacting its operations.
- 7 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	317.66	37.56	-	80	118.95
Others					
Total	317.66	37.56	-	80	118.95

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

- 8 The Company is in the process of implementing a new loan account management system to manage all loans and revenues. The same is expected to be completed by June 2022. The Company has parallelly maintained all records on manual basis. The Company believes there would not be any material adjustments required in the financial statements upon implementation of the new system. The Company believes that new loan account management system will be robust and efficient.
- 9 The Company has maintained a Debenture Redemption Reserve of INR 2800 lakhs as on 31 March 2021 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.

For and on behalf of the Board of Directors of
 Sustainable Agro-commercial Finance Limited
SAFL
 Drabhaakar Bobde
 Managing Director & CEO
 DIN : 09280816

Place: Mumbai
 Date: 11 August 2022



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 the year ended 31st March 2022.

Sr. No.	Particulars	Ratio
1	Debt equity ratio #	1.06
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	2,800.00
8	Networth (INR in lacs) # # # #	14,254.00
9	Net profit / (loss) after tax (INR in lacs) # # # #	(3,047.00)
10	Earnings per equity share (*not annualised)	
a)	Basic (INR)	(2.54)
b)	Diluted(INR)	(2.54)
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	0.46
16	Debtors turnover	Not Applicable
17	Inventory turnover	Not Applicable
18	Operating margin (%)	-181%
19	Net profit / (loss) margin (%)	-159%
20	Sector specific equivalent ratio, as applicable	
(a)	Gross NPA Ratio (%)	17%
(b)	Net NPA Ratio (%)	14%
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) / networth.

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.

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

