



**SAFL**<sup>®</sup>

**Sustainable Agro-commercial Finance Ltd.**

Reference No.: CS05/09022023

Date: 09<sup>th</sup> February, 2023

To,  
**Listing Compliance Department  
BSE Limited,  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai - 400 001**

Dear Sir/Madam,

**Sub : Submission of Unaudited Financial Results along with Limited Review Report for the quarter ended December 31, 2022**


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

Pursuant to the provisions of Regulation 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, we wish to inform that the Board of Directors of Sustainable Agro Commercial Finance Limited at its meeting held today i.e. on Thursday, 09<sup>th</sup> February, 2023 have inter alia approved and adopted the unaudited financial results of the company for the quarter ended December 31, 2022 ("Financial Results")

In this regard, please find enclosed herewith the Limited Review Report issued by the Statutory Auditors of the Company on the Financials Results, and the disclosure and compliance with Regulation 52(4)

Thanking you.

**For Sustainable Agro-commercial Finance Limited**

  
**Pranali Sulakhe**  
Company Secretary  
Encl : a/a



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

**'HAR FASAL SAFL - HAR PAL SAFL'**

A NBFC promoted by Jain Irrigation

**Independent Auditor's Review Report on the Unaudited Financial Results for the quarter ended December 31, 2022 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 ended December 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").
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. Loans include an unsecured loan of Rs 4498 Lakhs advanced to a related party who has undergone debt resolution process. As represented to us, the borrower's resolution plan allows it to repay unsecured lenders only after upgradation of its facilities to standard which it expects to achieve by March 2023. The Company's Management believes that there would not be any material adjustments required upon realization of the loan. Our conclusion is not modified in respect of this matter.
6. We draw attention to Note 8 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

**Ravi Kapoor**

*Partner*

Membership No: 040404



Place: Mumbai

Date: February 9, 2023

UDIN: 23040404BGXCTI8110

Sustainable Agro-commercial Finance Limited  
Statement of Unaudited Financial Results for the Quarter and Nine Months Ended 31 December 2022

(INR in lakhs)

Particulars	Quarter ended			Nine months ended		Year ended
	31 December 2022	30 September 2022	31 December 2021	31 December 2022	31 December 2021	31 March 2022
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
<b>A. Revenue from operations</b>						
Interest income - net	(2,339)	659	877	(993)	1,314	1,026
Fees and other operating income	15	14	3	42	68	113
<b>Total revenue from operations (A)</b>	<b>(2,324)</b>	<b>673</b>	<b>880</b>	<b>(951)</b>	<b>1,382</b>	<b>1,139</b>
<b>B. Other income</b>	250	247	180	747	577	780
<b>Total income (A+B)</b>	<b>(2,074)</b>	<b>920</b>	<b>1,060</b>	<b>(204)</b>	<b>1,959</b>	<b>1,919</b>
<b>C. Expenses</b>						
Finance costs	503	538	527	1,547	1,618	2,062
Impairment on financial instruments	1,453	113	(3)	1,948	524	1,833
Employee benefits expense	295	256	261	801	823	1,044
Depreciation and amortisation	15	14	18	43	56	74
Amortisation on right of use assets	40	38	51	116	153	198
Other expenses	232	207	176	636	578	810
<b>Total expenses (C)</b>	<b>2,538</b>	<b>1,166</b>	<b>1,030</b>	<b>5,091</b>	<b>3,752</b>	<b>6,021</b>
<b>Profit / (loss) before tax (A+B-C)</b>	<b>(4,612)</b>	<b>(246)</b>	<b>30</b>	<b>(5,295)</b>	<b>(1,793)</b>	<b>(4,102)</b>
<b>D. Tax expenses</b>						
- Current tax	-	-	-	-	-	-
- Deferred tax	(1,172)	(47)	13	(1,347)	(468)	(1,051)
- Tax adjustment for earlier years	-	-	-	-	-	-
<b>Total tax expenses (D)</b>	<b>(1,172)</b>	<b>(47)</b>	<b>13</b>	<b>(1,347)</b>	<b>(468)</b>	<b>(1,051)</b>
<b>Profit / (loss) for the period / year (A+B-C-D)</b>	<b>(3,440)</b>	<b>(199)</b>	<b>17</b>	<b>(3,948)</b>	<b>(1,325)</b>	<b>(3,051)</b>
<b>E. Other comprehensive income</b>						
(i) Items that will not be reclassified to profit or loss						
- Remeasurement of defined benefit plans	-	(0)	0	-	-	6
- Income tax on the above	-	-	-	-	-	(2)
(ii) Income tax relating to items will not be reclassified to profit or loss	-	-	-	-	-	4
<b>Total other comprehensive income (E)</b>	<b>-</b>	<b>(0)</b>	<b>0</b>	<b>-</b>	<b>-</b>	<b>4</b>
<b>Total comprehensive income for the period / year (A+B-C-D-E)</b>	<b>(3,440)</b>	<b>(199)</b>	<b>17</b>	<b>(3,948)</b>	<b>(1,325)</b>	<b>(3,047)</b>
<b>Earnings per equity share</b>	(Not annualised)	(Not annualised)	(Not annualised)	(Not annualised)	(Not annualised)	(Annualised)
Basic (INR)	(2.86)	(0.17)	0.02	(3.29)	(1.10)	(2.54)
Diluted (INR)	(2.86)	(0.17)	0.02	(3.29)	(1.10)	(2.54)
Face value per share (in Indian Rupees)	10.00	10.00	10.00	10.00	10.00	10.00



**Sustainable Agro-commercial Finance Limited**  
**Notes to unaudited financial results for the quarter and nine months ended 31 December 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 9 February 2023. The above results have been subject to limited review 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 Company is registered as a non-deposit taking Non-Banking Financial Company with the Reserve Bank of India ('RBI')
- 5 The NPA have significantly increased to ₹ 17536 lakhs during the current quarter due to non-repayment of Crop Loan by borrowers. Consequently in the Quarter Ended 31st December 2022, interest income of ₹ 3970 lakhs on such borrowings which have remained unrealised as at 31-12-2022 has been reversed in line with RBI Guidelines. As a result the interest income for the quarter and nine months ended 31-12-2022 has turned net negative.
- 6 The Company's unsecured non-convertible debentures were due for repayment on June 30, 2022. These, along with interest thereon, has not been repaid as on date.
- 7 The Company has successfully implemented a new loan account management system to manage all loans and revenues. The same has been working smoothly.
- 8 The Company has maintained a Debenture Redemption Reserve of INR 2800 lakhs as on 31 December 2022 as against INR 7000 lakhs required under the terms of the Debenture Trust Deed, due to insufficient profits.
- 9 The figures for the previous periods / year have been regrouped / rearranged wherever necessary to conform to current period presentation.



Place: Mumbai  
Date: 09 February 2023



For and on behalf of the Board of Directors of  
Sustainable Agro-commercial Finance Limited

Prabhakar Bobde  
Managing Director & CEO  
DIN : 09280816



# SAFL<sup>®</sup>

Sustainable Agro-commercial Finance Ltd.

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 nine months ended 31st December 2022.

Sr. No.	Particulars	Ratio
1	Debt equity ratio #	1.37
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	-
8	Networth (INR in lacs) # # # #	10,306.00
9	Net profit / (loss) after tax (INR in lacs) # # # #	(3,948.00)
10	Earnings per equity share (*not annualised)	
a)	Basic (INR)	(3.29)
b)	Diluted(INR)	(3.29)
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	0.51
16	Debtors turnover	Not Applicable
17	Inventory turnover	Not Applicable
18	Operating margin (%)	-126%
19	Net profit / (loss) margin (%)	-105%
20	Sector specific equivalent ratio, as applicable	
(a)	Gross NPA Ratio (%)	87%
(b)	Net NPA Ratio (%)	72%
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:**

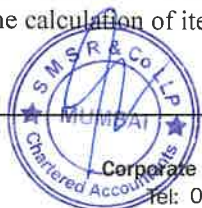
# Debt-equity ratio = (Debt securities + Borrowings (Other than debt securities) + subordinate liabilities ) / network.

# # 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).



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



**'HAR FASAL SAFL - HAR PAL SAFL'**

A NBFC promoted by Jain Irrigation