

August 3, 2022

To,  
**The Manager,**  
**National Stock Exchange of India Ltd.**  
Exchange Plaza, C-1, Block G,  
Bandra Kurla Complex,  
Bandra East, Mumbai-400051

**The Manager,**  
**BSE Limited**  
25<sup>th</sup> Floor, P. J. Towers,  
Dalal Street,  
Mumbai – 400001

**Symbol: SATIN**

**Scrip Code: 539404**

**Sub: Outcome of the Board Meeting of Satin Creditcare Network Limited (“the Company”)**

**Ref: Regulations 30, 33 and 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI Listing Regulations”)**

Dear Sir/Madam,

With reference to earlier intimation dated July 27, 2022 and in terms of Regulations 30, 33 and 52 of the SEBI Listing Regulations, we wish to inform you that the Board of Directors of the Company at their meeting held today have *inter alia* considered and approved the Unaudited (Standalone & Consolidated) Financial Results along with Limited Review Reports for the quarter ended June 30, 2022.

Pursuant to the applicable provisions of the SEBI Listing Regulations, please find enclosed Unaudited Financial Results (Standalone & Consolidated) for the quarter ended June 30, 2022 alongwith Limited Review Reports thereon.

We hereby further declare that there is no material deviation in the usage of proceeds from issuance of Non-Convertible debentures from the objects stated in the letter of offer/ Placement memorandum by the Company during the quarter ended June 30, 2022.

Please note that:

- The Meeting of Board of Directors was commenced at 3:00 P.M. and concluded at 5:55 P.M.
- Trading Window for dealing in securities of the Company shall remain closed until 48 hours from this announcement.

The above is being made available on the Company’s website i.e. [www.satincreditcare.com](http://www.satincreditcare.com)

This is for your information and record.

Thanking You

Yours faithfully,  
For **Satin Creditcare Network Limited**

(Vipul Sharma)  
Company Secretary & Compliance Officer

Encl: a/a

**S S KOTHARI MEHTA**  
**& COMPANY**  
CHARTERED ACCOUNTANTS

**Independent Auditor's Limited Review Report on unaudited standalone financial results of Satin Creditcare Network Limited for the quarter ended June 30, 2022 pursuant to the Regulation 33 and Regulation 52 read with Regulation 63 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("the Listing Regulations, 2015")**

**To the Board of Directors of  
Satin Creditcare Network Limited**

1. We have reviewed the accompanying statement of unaudited standalone financial results ('the Statement') of Satin Creditcare Network Limited ('the Company') for the quarter ended June 30, 2022 attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 and Regulation 52 read with Regulation 63 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('the Listing Regulations, 2015').
2. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors of the Company. The preparation of the statement is in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards 34, "Interim Financial Reporting" (Ind AS), prescribed under section 133 of the Companies Act, 2013 read with relevant rules there under and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 and Regulation 52 read with Regulation 63 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. Our responsibility is to issue a report 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 the financial results are free of material misstatement. A review is limited primarily to inquiries of Company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
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 standalone financial results prepared in accordance with applicable Indian Accounting Standards ('Ind AS') prescribed under Section 133 of the Companies Act, 2013 as amended read with relevant rules issued thereunder and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 and Regulation 52 read with Regulation 63 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We draw attention to Note No. 3 on the statement which describes the uncertainties and the impact of Covid-19 pandemic on the Company's operations and results as assessed by the management.

Our conclusion on the Statement is not modified in respect of this matter.



**S S KOTHARI MEHTA**  
**& COMPANY**  
CHARTERED ACCOUNTANTS

6. The unaudited standalone financial results for the corresponding quarter ended June 30, 2021 included in the statement are based on the previously issued financial results of the Company, prepared in accordance with the Indian Accounting Standards (Ind AS) specified under Section 133 of the Companies Act 2013 read with relevant rules issued there under, which were reviewed by predecessor auditor, whose report dated August 9, 2021 expressed an unmodified opinion on those unaudited financial results.

Our conclusion on the Statement is not modified in respect of this matter.

For **S S Kothari Mehta & Company**  
Chartered Accountants  
Firm Reg. No. – 000756N



**Naveen Aggarwal**

Partner

Membership No. – 094380

UDIN No. : 22094380AODZTO1485



Place : Gurugram

Date : August 3, 2022



# SATIN CREDITCARE NETWORK LTD.

Reaching out!

## Statement of Standalone Financial Results for the quarter ended June 30, 2022

(₹ in Lakhs except EPS)

| S. No | Particulars                                                                                    | Quarter ended    |                  |                   | Year ended         |
|-------|------------------------------------------------------------------------------------------------|------------------|------------------|-------------------|--------------------|
|       |                                                                                                | June 30, 2022    | March 31, 2022   | June 30, 2021     | March 31, 2022     |
|       |                                                                                                | (Un-audited)     | (Refer note 9)   | (Un-audited)      | (Audited)          |
|       | <b>Revenue from operations</b>                                                                 |                  |                  |                   |                    |
|       | Interest income                                                                                | 27,945.01        | 27,520.79        | 30,980.86         | 1,17,010.74        |
|       | Dividend income                                                                                | -                | -                | -                 | 3.15               |
|       | Rental income                                                                                  | 21.53            | 19.70            | -                 | 86.11              |
|       | Fees and commission income                                                                     | 410.01           | 470.46           | 750.67            | 2,388.69           |
|       | Net gain on fair value changes (refer note 10)                                                 | 36,486.59        | 1,053.51         | 252.88            | 1,423.43           |
|       | Net gain on derecognition of financial instruments                                             | 1,275.09         | 3,871.21         | -                 | 4,954.65           |
|       | Other operating income                                                                         | 51.23            | 118.07           | 37.83             | 303.38             |
| 1     | <b>Total revenue from operations</b>                                                           | <b>66,189.46</b> | <b>33,053.74</b> | <b>32,022.24</b>  | <b>1,26,170.15</b> |
| 2     | Other income                                                                                   | 9.31             | 6.23             | 30.31             | 23.34              |
| 3     | <b>Total income (1+2)</b>                                                                      | <b>66,198.77</b> | <b>33,059.97</b> | <b>32,052.55</b>  | <b>1,26,193.49</b> |
|       | <b>Expenses</b>                                                                                |                  |                  |                   |                    |
|       | Finance costs                                                                                  | 15,022.46        | 14,933.84        | 15,974.22         | 60,641.19          |
|       | Net loss on derecognition of financial instruments                                             | -                | -                | 373.62            | -                  |
|       | Impairment of financial instruments                                                            | 32,450.25        | (709.09)         | 14,913.42         | 17,542.43          |
|       | Employee benefits expenses                                                                     | 8,103.97         | 8,344.31         | 7,533.95          | 32,442.01          |
|       | Depreciation and amortisation expenses                                                         | 269.55           | 337.30           | 329.15            | 1,343.04           |
|       | Other expenses                                                                                 | 3,383.49         | 1,739.14         | 2,442.15          | 8,288.79           |
| 4     | <b>Total expenses</b>                                                                          | <b>59,229.72</b> | <b>24,645.50</b> | <b>41,566.51</b>  | <b>1,20,257.46</b> |
| 5     | <b>Profit/(loss) before tax (3-4)</b>                                                          | <b>6,969.05</b>  | <b>8,414.47</b>  | <b>(9,513.96)</b> | <b>5,936.03</b>    |
|       | <b>Tax expense:</b>                                                                            |                  |                  |                   |                    |
|       | Current tax                                                                                    | -                | (1,009.40)       | 2,082.48          | 3,132.23           |
|       | Deferred tax charge/(credit)                                                                   | 950.89           | 3,469.94         | (4,471.02)        | (1,218.71)         |
| 6     | <b>Total tax expense</b>                                                                       | <b>950.89</b>    | <b>2,460.54</b>  | <b>(2,388.54)</b> | <b>1,913.52</b>    |
| 7     | <b>Net profit/(loss) after tax (5-6)</b>                                                       | <b>6,018.16</b>  | <b>5,953.93</b>  | <b>(7,125.42)</b> | <b>4,022.51</b>    |
|       | <b>Other comprehensive income</b>                                                              |                  |                  |                   |                    |
|       | Items that will not be reclassified to profit and loss                                         | -                | 68.98            | (14.44)           | 12.91              |
|       | Income tax relating to items that will not be reclassified to profit and loss                  | -                | (17.36)          | 3.63              | (3.25)             |
|       | Items that will be reclassified to profit and loss                                             | 134.10           | 209.75           | (3,086.04)        | (3,917.29)         |
|       | Income tax relating to items that will be reclassified to profit and loss                      | (33.75)          | (52.79)          | 776.69            | 985.90             |
| 8     | <b>Total other comprehensive income</b>                                                        | <b>100.35</b>    | <b>208.58</b>    | <b>(2,320.16)</b> | <b>(2,921.73)</b>  |
| 9     | <b>Total comprehensive income (7+8)</b>                                                        | <b>6,118.51</b>  | <b>6,162.51</b>  | <b>(9,445.58)</b> | <b>1,100.78</b>    |
| 10    | Paid-up equity share capital (face value of ₹ 10 per equity share)                             |                  |                  |                   | 7,459.12           |
| 11    | Other equity as per balance sheet of previous accounting year                                  |                  |                  |                   | 1,53,165.71        |
| 12    | <b>Earning per share (EPS) (face value of ₹ 10 per equity share)</b>                           |                  |                  |                   |                    |
|       | - Basic (amount in ₹)                                                                          | 8.02             | 8.73             | (10.57)           | 5.76               |
|       | - Diluted (amount in ₹)                                                                        | 7.41             | 8.01             | (10.57)           | 5.29               |
|       | (EPS for the quarter ended June 30, 2022, March 31, 2022 and June 30, 2021 are not annualised) |                  |                  |                   |                    |



**Corporate Office:**  
Plot No. 492, Phase III, Udyog Vihar,  
Gurugram - 122016  
Haryana, India

**Registered Office:**  
5th Floor, Kundan Bhawan,  
Azadpur Commercial Complex,  
Azadpur, New Delhi-110033, India

**CIN** : L65991DL1990PLC041796  
**Landline No** : 124-4715400  
**E-Mail ID** : info@satincreditcare.com  
**Website** : www.satincreditcare.com





# SATIN CREDITCARE NETWORK LTD.

Reaching out!

## Notes to the unaudited standalone financial results:

- The above financial results for quarter ended June 30, 2022 have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on August 3, 2022 and are limited reviewed by the statutory auditors pursuant to the requirement of Regulations 33, 52 and 63 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended).
- The financial results have been prepared in accordance with applicable accounting standards, as notified under the Companies (Indian Accounting Standards) Rules, 2015, and as specified under section 133 of the Companies Act 2013 (as amended).
- The COVID-19 pandemic had caused a significant disruption of the economic activities across the globe including India throughout past two years. The condition is now improving, however, we remain watchful of the emerging situation. The Company has taken into account all the possible impacts of COVID-19 in preparation of these standalone financial results, including but not limited to its assessment of, liquidity and going concern assumption, recoverable values of its financial and non-financial assets and impact on leases. The Company has carried out this assessment based on available internal and external sources of information upto the date of approval of these standalone financial results.
- The Board of Directors of Taraashna Financial Services Limited ("TFSL") and Satin Finserv Limited ("SFL"), in their respective meetings held on August 03, 2021, have considered and approved the Scheme of Arrangement for Amalgamation of TFSL ("Transferor Company") with SFL ("Transferee Company") and their respective shareholders and creditors ("Scheme") under Sections 230 to 232 of the Companies Act, 2013 ("Act") and other applicable provisions of the Act and rules made thereunder. Consequently, the first motion application was filed before Hon'ble NCLT, Chandigarh Bench after obtaining requisite NOCs from shareholders and creditors of TFSL and SFL. The said first motion application was reserved and allowed by the said Hon'ble NCLT on hearing dated April 6, 2022. The said order was pronounced on hearing dated May 17, 2022 by Hon'ble NCLT. Both the companies have filed joint second motion application with Hon'ble NCLT on May 25, 2022. The said joint second motion application was admitted by Hon'ble NCLT in its hearing dated July 08, 2022 and issued necessary directions of serving notices and newspapers advertisements which are under process.
- The secured non-convertible debentures issued by the Company are fully secured by first pari passu charge by mortgage of an immovable property of the Company and/or by hypothecation of book debts/loan receivables to the extent as stated in the information memorandum. Further, the Company has maintained asset cover as stated in the information memorandum which is sufficient to discharge the principal amount at all times for the non-convertible debt securities issued.
- During the current quarter, the Company has allotted 19,250 Rated, Unlisted, Secured, Senior, Redeemable, Taxable, Transferable, Non Convertible Debentures of face value of ₹ 50,000 each, aggregating up to ₹ 9,625.00 Lakhs on June 24, 2022 at a coupon rate of 11.15% per annum.
- Details of loans transferred / acquired during the quarter ended June 30, 2022 under the RBI Master Direction on Transfer of Loan Exposures dated September 24, 2021 are given below:
  - The company has transferred certain loans which are not in default through direct assignment, details of which are given below:

| Particulars                                                                                                                                             | Quarter ended on<br>June 30, 2022 |
|---------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------|
| i) Total number of loans assets assigned during the year                                                                                                | 1,49,891                          |
| ii) Book value of loans assets assigned during the year (₹ in Lakhs)                                                                                    | 39,943.73                         |
| iii) Sale consideration received during the year (₹ in Lakhs)                                                                                           | 39,943.73                         |
| iv) Interest spread recognised in the statement of profit and loss during the year (including amortization of unamortised interest spread) (₹ in Lakhs) | 2,523.15                          |
| v) Weighted average maturity of loans assets assigned (in Years)                                                                                        | 1.46                              |
| vi) Weighted average holding period of loans assets assigned (in Months)                                                                                | 5.49                              |
| vii) Retention of beneficial economic interest on loans assets assigned (in%)                                                                           | 10.14%                            |
| viii) Coverage of tangible security coverage                                                                                                            | Nil                               |
| ix) Rating-wise distribution of rated loans                                                                                                             | Not Rated                         |
| x) Agreed to replace loans transferred to transferee(s) or pay damages arising out of any representation or warranty                                    | No                                |

- (a) The company has transferred certain NPA loans during the quarter ended on June 30, 2022, details of which are given below:

| Particulars                                                                                        | To ARCs   | To permitted transferees |
|----------------------------------------------------------------------------------------------------|-----------|--------------------------|
| i) Total number of loans assets assigned during the year                                           | 23,081    | Nil                      |
| ii) Aggregate principal outstanding (including interest accrued) of loans transferred (₹ in Lakhs) | 10,000.03 | Nil                      |
| iii) Weighted average residual tenor of the loans transferred (months)                             | 3.70      | Nil                      |
| iv) Net book value of loans transferred (at the time of transfer)*                                 | 10,000.03 | Nil                      |
| v) Aggregate consideration                                                                         | 8,650.00  | Nil                      |
| vi) Additional consideration realized in respect of accounts transferred in earlier years          | Nil       | Nil                      |

\*excludes ECL provision of ₹ 3,555.42 lakhs which has been reversed on account of sale of portfolio of such loans.

- (b) Distribution of the SRs held across various categories of Recovery Ratings assigned to such SRs by the credit rating agencies.

| Particulars                                   | Category of Recovery Ratings | As at June 30, 2022 |
|-----------------------------------------------|------------------------------|---------------------|
| Security Receipts under trust floated by ARCs | Yet to be rated              | 11,736.12           |

- (iii) The company has not acquired any loans through assignment.

- (iv) The company has not acquired any stressed loans.



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# SATIN CREDITCARE NETWORK LTD.

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- 8 The Chief Operating Decision Maker reviews the operations at the Company level. The operations of the Company fall under "financing activities" only, which is considered to be the only reportable segment in accordance with the provisions of Ind AS 108 – Operating Segments. The Company operates in a single geographical segment, i.e. domestic.
- 9 The figures of quarter ended March 31, 2022 represent the balancing figures between the audited figures for the financial year ended March 31, 2022 and the un-audited published year to date figures upto December 31, 2021 which were limited reviewed by the statutory auditors.
- 10 During the quarter ended June 30, 2022 the Company has changed its accounting policy for valuation of its investments in 3 wholly owned subsidiaries from cost basis to fair value through profit and loss (FVTPL) basis.  
The Company believes that this change to fair value through profit and loss (FVTPL) is preferable as it reflects value of the Company's investment on current market price basis and it is in sync with the cost of funds involved in it and charged to the statement of profit and loss account by the Company. Hence, it provides reliable and more relevant information to the users of financial statements about the Company's Value of Investment on an on-going basis.  
In accordance with Ind AS 8, Accounting Policies, Changes in Accounting Estimates and Errors, this change in accounting policy is required to be retrospectively applied to all prior periods presented, unless impracticable to do so. The same has been explored as per below mentioned facts -

Significant assumptions and estimations are involved in the fair valuation of the investments. Considering the fact that March 31, 2021 was covid impacted year, when the economic conditions were uncertain, it is not possible for the management to accurately consider the assumptions and estimates in the valuation of investments for that prior period without the use of hindsight. Use of hindsight is not the intention of Ind AS 8. Hence, it is not practicable for the management to calculate the fair valuation of investments for the prior periods.

In view of above, one of the conditions, as given in Ind AS 8, for impracticability is satisfied, hence entity qualifies for the exemption of retrospective application. Therefore, in view of above the change in accounting policy is made effective on a prospective basis from the quarter ended June 30, 2022. Following is the impact i.e. increase/decrease of the said change in policy on each item of statement of profit and loss for the quarter ended June 30, 2022 :

| Particulars                     | Amount (₹ in Lakhs) |
|---------------------------------|---------------------|
| Increase in profit before tax   | 35,101.76           |
| Increase in deferred tax charge | 8,031.28            |
| Increase in profit after tax    | 27,070.48           |
| Increase in EPS – Basic         | 36.08               |
| Increase in EPS – Diluted       | 33.35               |

Following is the impact i.e. increase/decrease of the said change in policy on each item of Balance Sheet as on June 30, 2022 :

| Particulars                                     | Amount (₹ in Lakhs) |
|-------------------------------------------------|---------------------|
| Increase in value of investment in subsidiaries | 35,101.76           |
| Increase in Deferred Tax Liability              | 8,031.28            |



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# SATIN CREDITCARE NETWORK LTD.

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11 Additional Information as required under Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 (amended) as presented in below table:

| S.no | Particulars                                                                                                                                                                                                                                                                                                                                                                              | Quarter ended<br>June 30, 2022 |
|------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------|
| 1    | Debt-equity ratio (no. of times)                                                                                                                                                                                                                                                                                                                                                         | 3.30                           |
| 2    | Debt service coverage ratio                                                                                                                                                                                                                                                                                                                                                              | Not applicable                 |
| 3    | Interest service coverage ratio;                                                                                                                                                                                                                                                                                                                                                         | Not applicable                 |
| 4    | Outstanding redeemable preference shares (quantity and value);                                                                                                                                                                                                                                                                                                                           | Nil                            |
| 5    | Capital redemption reserve (₹ in Lakhs)                                                                                                                                                                                                                                                                                                                                                  | 2,777.00                       |
| 6    | Debt redemption reserve (₹ in Lakhs)<br>Pursuant to the Companies (Share Capital and Debentures) Amendment Rules, 2019 dated August 16, 2019, the Company being a NonBanking Financial Company is exempted from the requirement of creating Debt redemption Reserve in respect of Secured Redeemable Non-Convertible Debentures issued through public issue and under private placement. | Not applicable                 |
| 7    | Net worth (₹ in Lakhs)                                                                                                                                                                                                                                                                                                                                                                   | 1,60,222.80                    |
| 8    | Net profit after tax (₹ in Lakhs)                                                                                                                                                                                                                                                                                                                                                        | 6,018.16                       |
| 9    | Earnings per share: Basic                                                                                                                                                                                                                                                                                                                                                                | 8.02                           |
|      | Diluted                                                                                                                                                                                                                                                                                                                                                                                  | 7.41                           |
| 10   | Current ratio (no. of times)                                                                                                                                                                                                                                                                                                                                                             | Not required                   |
| 11   | Long term debt to working capital (no. of times)                                                                                                                                                                                                                                                                                                                                         | Not required                   |
| 12   | Bad debts to Account receivable ratio                                                                                                                                                                                                                                                                                                                                                    | Not applicable                 |
| 13   | Current liability ratio (no. of times)                                                                                                                                                                                                                                                                                                                                                   | Not required                   |
| 14   | Total debts to total assets                                                                                                                                                                                                                                                                                                                                                              | 0.74                           |
| 15   | Debtors turnover                                                                                                                                                                                                                                                                                                                                                                         | Not applicable                 |
| 16   | Inventory turnover                                                                                                                                                                                                                                                                                                                                                                       | Not applicable                 |
| 17   | Operating margin (%)                                                                                                                                                                                                                                                                                                                                                                     | Not applicable                 |
| 18   | Net profit margin (%)                                                                                                                                                                                                                                                                                                                                                                    | 9.09%                          |
| 19   | Sector specific equivalent ratios, as applicable:                                                                                                                                                                                                                                                                                                                                        |                                |
|      | a) Net Interest Margin (%)                                                                                                                                                                                                                                                                                                                                                               | 9.13%                          |
|      | b) GNPA (%)                                                                                                                                                                                                                                                                                                                                                                              | 4.38%                          |
|      | c) NNPA (%)                                                                                                                                                                                                                                                                                                                                                                              | 2.25%                          |
|      | d) CRAR                                                                                                                                                                                                                                                                                                                                                                                  | 22.55%                         |
|      | e) Tier-I Capital                                                                                                                                                                                                                                                                                                                                                                        | 19.31%                         |
|      | f) Tier-II Capital                                                                                                                                                                                                                                                                                                                                                                       | 3.24%                          |

12 Previous year/periods figures have been regrouped/rearranged to make them comparable with the current year/period classification.

For and on behalf of the Board of Directors of  
Satin Creditcare Network Limited



Harvinder Pal Singh  
Chairman cum Managing Director  
DIN: 00333754

Place : Gurugram  
Date : August 3, 2022



**Corporate Office:**  
Plot No. 492, Phase III, Udyog Vihar,  
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**Landline No** : 124-4715400  
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**Independent Auditor's limited review report on unaudited consolidated financial results of Satin Creditcare Network Limited for the quarter ended June 30, 2022 under Regulation 33 and Regulation 52 read with Regulation 63 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('the Listing Regulations, 2015')**

**To the Board of Directors of  
Satin Creditcare Network Limited**

1. We have reviewed the accompanying statement of unaudited consolidated financial results ('the Statement') of Satin Creditcare Network Limited ("the Parent") and its subsidiaries (the Parent and its subsidiaries together referred to as "the Group"), for the quarter ended June 30, 2022 attached herewith, being submitted by the Parent pursuant to the requirements of Regulation 33 and Regulation 52 read with Regulation 63 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 , as amended ('the Listing Regulations, 2015').
2. This statement, which is the responsibility of the Parent's management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards 34, "Interim Financial Reporting" ('Ind AS 34'), 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 and in compliance with Regulation 33 and Regulation 52 read with Regulation 63 of the Listing Regulations 2015. 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. A review of interim financial information consists of making inquiries, primarily of parent's personnel 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 specified under section 143 (10) of the Act, 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.

We also performed procedures in accordance with the Circular no. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the Securities and Exchange Board of India under Regulation 33(8) of the Listing Regulations, 2015, as amended, to the extent applicable.

4. The Statement includes the financial results of the following entities:

**Subsidiaries**

- A. Taraashna Financial Services Limited (Formally known as Taraashna Services Limited)
- B. Satin Housing Finance Limited
- C. Satin Finserv Limited

Satin Creditcare Network Limited – Limited Review Q1 FY 22-23

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5. Based on our review conducted and procedures performed as stated in paragraph 3 above and upon consideration of the review reports of other auditors referred to in Paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principle laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the Listing Regulations, 2015, including the manner in which it is to be disclosed in compliance with Regulation 33 and Regulation 52 read with Regulation 63 of the Listing Regulations 2015, as amended including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We draw attention to Note No. 4 on the statement which describes the uncertainties and the impact of Covid-19 pandemic on the Company's operations and results as assessed by the management.

Our conclusion on the Statement is not modified in respect of this matter.


7. We did not review the financial results of 3 (three) subsidiaries included in the Statement, whose financial results reflect total revenues of Rs. 3,964.92 lakhs, total net profit after tax of Rs. 148.65 lakhs and total comprehensive income of Rs. 152.94 lakhs for the quarter ended June 30, 2022, respectively. These financial results have been reviewed by other auditors whose reports have been furnished to us by the management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on the reports of the other auditors and the procedures performed by us as stated in paragraph 3 above. Our conclusion on the Statement is not modified in respect of this matter.
8. The unaudited consolidated financial results for the corresponding quarter ended June 30, 2021 included in the statement are based on the previously issued financial results of the Company, prepared in accordance with the Indian Accounting Standards (Ind AS) specified under Section 133 of the Companies Act 2013 read with relevant rules issued there under, which were reviewed by predecessor auditor, whose report dated August 9, 2021 expressed an unmodified opinion on those unaudited financial results.

Our opinion on the Statement is not modified in respect of this matter.

**For S S Kothari Mehta & Company**

Chartered Accountants

Firm Reg. No. – 000756N

  
**Naveen Aggarwal**  
Partner  
Membership No. – 094380  
UDIN : 22094380AOEAE04641



Place : Gurugram

Date : August 3, 2022



# SATIN CREDITCARE NETWORK LTD.

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## Statement of Consolidated Financial Results for the quarter ended June 30, 2022

| S. No | Particulars                                                                                    | Quarter ended      |                  |                    |                    | Year ended    |                |
|-------|------------------------------------------------------------------------------------------------|--------------------|------------------|--------------------|--------------------|---------------|----------------|
|       |                                                                                                | June 30, 2022      | March 31, 2022   | June 30, 2021      | March 31, 2022     | June 30, 2021 | March 31, 2022 |
|       |                                                                                                | Unaudited          | (Refer note 11)  | Unaudited          | (Audited)          | Unaudited     | (Audited)      |
|       | <b>Revenue from operations</b>                                                                 |                    |                  |                    |                    |               |                |
|       | Interest income                                                                                | 29,733.13          | 29,133.14        | 32,304.68          | 1,22,773.49        |               |                |
|       | Dividend income                                                                                |                    |                  |                    | 3.15               |               |                |
|       | Rental income                                                                                  | 2.13               | -                | 4.51               | 11.03              |               |                |
|       | Fees and commission income                                                                     | 1,974.12           | 2,105.74         | 2,019.71           | 8,126.77           |               |                |
|       | Net gain on fair value changes (refer note 9)                                                  | 1,385.02           | 1,053.51         | 252.88             | 1,423.43           |               |                |
|       | Net gain on derecognition of financial instruments                                             | 1,362.96           | 3,971.03         | -                  | 5,165.51           |               |                |
|       | Other operating income                                                                         | 19.25              | 86.24            | 6.45               | 176.60             |               |                |
| 1     | <b>Total revenue from operations</b>                                                           | <b>34,476.61</b>   | <b>36,349.66</b> | <b>34,588.23</b>   | <b>1,37,679.98</b> |               |                |
| 2     | Other income                                                                                   | 50.74              | 68.93            | 73.48              | 409.40             |               |                |
| 3     | <b>Total income (1+2)</b>                                                                      | <b>34,527.35</b>   | <b>36,418.59</b> | <b>34,661.71</b>   | <b>1,38,089.38</b> |               |                |
|       | <b>Expenses</b>                                                                                |                    |                  |                    |                    |               |                |
|       | Finance costs                                                                                  | 15,884.55          | 15,672.71        | 16,481.51          | 62,590.71          |               |                |
|       | Net loss on derecognition of financial instruments                                             |                    |                  | 343.56             | -                  |               |                |
|       | Impairment of financial instruments                                                            | 32,551.05          | (664.76)         | 15,092.61          | 18,073.66          |               |                |
|       | Employee benefit expenses                                                                      | 9,983.68           | 10,060.78        | 9,179.00           | 39,312.43          |               |                |
|       | Depreciation and amortisation expenses                                                         | 314.13             | 398.33           | 377.94             | 1,574.02           |               |                |
|       | Other expenses                                                                                 | 3,793.05           | 2,793.71         | 3,850.70           | 13,120.70          |               |                |
| 4     | <b>Total expenses</b>                                                                          | <b>62,526.46</b>   | <b>28,260.77</b> | <b>45,325.32</b>   | <b>1,34,671.52</b> |               |                |
| 5     | <b>(Loss)/profit before tax (3-4)</b>                                                          | <b>(27,999.11)</b> | <b>8,157.82</b>  | <b>(10,663.61)</b> | <b>3,417.86</b>    |               |                |
|       | <b>Tax expense:</b>                                                                            |                    |                  |                    |                    |               |                |
|       | Current tax                                                                                    | 62.02              | (918.79)         | 2,138.94           | 3,402.70           |               |                |
|       | Deferred tax charge/(credit)                                                                   | (7,091.54)         | 3,386.82         | (4,737.37)         | (2,054.73)         |               |                |
| 6     | <b>Total tax expense</b>                                                                       | <b>(7,029.52)</b>  | <b>2,468.03</b>  | <b>(2,598.43)</b>  | <b>1,347.97</b>    |               |                |
| 7     | <b>Net (loss) / profit after tax (5-6) (refer note 1)</b>                                      | <b>(20,969.59)</b> | <b>5,689.79</b>  | <b>(8,065.18)</b>  | <b>2,069.89</b>    |               |                |
|       | <b>Other comprehensive income</b>                                                              |                    |                  |                    |                    |               |                |
|       | Items that will not be reclassified to profit and loss                                         |                    | 113.56           | (14.44)            | 19.57              |               |                |
|       | Income tax relating to items that will not be reclassified to profit and loss                  |                    | (29.77)          | 3.63               | (5.11)             |               |                |
|       | Items that will be reclassified to profit and loss                                             | 140.05             | 250.82           | (3,086.04)         | (3,915.05)         |               |                |
|       | Income tax relating to items that will be reclassified to profit and loss                      | (35.41)            | (64.21)          | 776.69             | 985.28             |               |                |
| 8     | <b>Total other comprehensive income</b>                                                        | <b>104.64</b>      | <b>270.40</b>    | <b>(2,320.16)</b>  | <b>(2,915.31)</b>  |               |                |
| 9     | <b>Total comprehensive income (7+8)</b>                                                        | <b>(20,864.95)</b> | <b>5,960.19</b>  | <b>(10,385.34)</b> | <b>(845.42)</b>    |               |                |
| 10    | <b>Net (loss)/profit after tax attributable to:</b>                                            |                    |                  |                    |                    |               |                |
|       | Owners of the Group                                                                            | (20,969.59)        | 5,689.79         | (8,065.18)         | 2,069.89           |               |                |
|       | Non-controlling interests                                                                      |                    |                  |                    |                    |               |                |
| 11    | <b>Other comprehensive income attributable to:</b>                                             |                    |                  |                    |                    |               |                |
|       | Owners of the Group                                                                            | 104.64             | 270.40           | (2,320.16)         | (2,915.31)         |               |                |
|       | Non-controlling interests                                                                      |                    |                  |                    |                    |               |                |
| 12    | <b>Total comprehensive income attributable to:</b>                                             |                    |                  |                    |                    |               |                |
|       | Owners of the Group                                                                            | (20,864.95)        | 5,960.19         | (10,385.34)        | (845.42)           |               |                |
|       | Non-controlling interests                                                                      |                    |                  |                    |                    |               |                |
| 13    | <b>Paid-up equity share capital (face value of ₹ 10 per equity share)</b>                      |                    |                  |                    | 7,459.12           |               |                |
| 14    | <b>Other equity as per balance sheet of previous accounting year</b>                           |                    |                  |                    | 1,50,726.22        |               |                |
| 15    | <b>Earning per share (EPS) (face value of ₹ 10 per equity share)</b>                           |                    |                  |                    |                    |               |                |
|       | - Basic (amount in ₹)                                                                          | (27.95)            | 8.34             | (11.97)            | 2.96               |               |                |
|       | - Diluted (amount in ₹)                                                                        | (27.95)            | 7.65             | (11.97)            | 2.72               |               |                |
|       | (EPS for the quarter ended June 30, 2022, March 31, 2022 and June 30, 2021 are not annualised) |                    |                  |                    |                    |               |                |

### Notes to the unaudited consolidated financial results:

- In order to better reflect the embedded value of the investment in 3 wholly owned subsidiaries, the Parent Company has revalued its investment in the subsidiaries through Profit & Loss (refer Note No. 9 below) and recorded an increase in fair value of ₹ 35,101.76 lakhs in standalone financial results. However, as per the consolidation procedures set out in Ind AS, this increase in profit due to the fair valuation of investments in subsidiaries of ₹ 35,101.76 lakhs has got eliminated in the consolidated financial results. Due to this the consolidated results has net loss after tax of ₹ 20,969.59 lakhs



**Corporate Office:**  
Plot No. 492, Phase III, Udyog Vihar,  
Gurugram - 122016  
Haryana, India

**Registered Office:**  
5th Floor, Kundan Bhawan,  
Azadpur Commercial Complex,  
Azadpur, New Delhi-110033, India

**CIN** : L65991DL1990PLC041796  
**Landline No** : 124-4715400  
**E-Mail ID** : info@satincreditcare.com  
**Website** : www.satincreditcare.com



# SATIN CREDITCARE NETWORK LTD.

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## Notes to the unaudited consolidated financial results:

- 2 The above consolidated financial results for quarter ended June 30, 2022 have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on August 3, 2022 and have been limited reviewed by the statutory auditors pursuant to the requirement of Regulations 33, 52 and 63 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)
- 3 The consolidated financial results have been prepared in accordance with applicable accounting standards, as notified under the Companies (Indian Accounting Standards) Rules, 2015 and as specified under section 133 of the Companies Act 2013 (as amended)
- 4 The COVID-19 pandemic had caused a significant disruption of the economic activities across the globe including India throughout past two years. The condition is now improving, however, we remain watchful of the emerging situation. The Group has taken into account all the possible impacts of COVID-19 in preparation of these consolidated financial results, including but not limited to its assessment of, liquidity and going concern assumption, recoverable values of its financial and non-financial assets and impact on leases. The Group has carried out this assessment based on available internal and external sources of information upto the date of approval of these consolidated financial results
- 5 The Board of Directors of Taraashna Financial Services Limited ("TFSL") and Satin Finserv Limited ("SFL"), in their respective meetings held on August 03, 2021, have considered and approved the Scheme of Arrangement for Amalgamation of TFSL ("Transferor Company") with SFL ("Transferee Company") and their respective shareholders and creditors ("Scheme") under Sections 230 to 232 of the Companies Act, 2013 ("Act") and other applicable provisions of the Act and rules made thereunder. Consequently, the first motion application was filed before Hon'ble NCLT, Chandigarh Bench after obtaining requisite NOCs from shareholders and creditors of TFSL and SFL. The said first motion application was reserved and allowed by the said Hon'ble NCLT on hearing dated April 6, 2022. The said order was pronounced on hearing dated May 17, 2022 by Hon'ble NCLT. Both the companies have filed joint second motion application with Hon'ble NCLT on May 25, 2022. The said joint second motion application was admitted by Hon'ble NCLT in its hearing dated July 08, 2022 and issued necessary directions of serving notices and newspapers advertisements which are under process.
- 6 The secured non-convertible debentures issued by the Parent Company are fully secured by first pari passu charge by mortgage of an immovable property of the Company and/or by hypothecation of book debts/loan receivables to the extent as stated in the information memorandum. Further, the Company has maintained asset cover as stated in the information memorandum which is sufficient to discharge the principal amount at all times for the non-convertible debt securities issued.
- 7 During the current quarter, the Group has allotted 19,250 Rated, Unlisted, Secured, Senior, Redeemable, Taxable, Transferable, Non Convertible Debentures of face value of ₹ 50,000 each, aggregating up to ₹ 9,625.00 Lakhs on June 24, 2022 at a coupon rate of 11.15% per annum.
- 8 The Chief Operating Decision Maker reviews the operations at the Group level. The operations of the Parent Company and its subsidiaries fall under "financing activities" only, which is considered to be the only reportable segment in accordance with the provisions of Ind AS 108 – Operating Segments. The Group operates in a single geographical segment, i.e. domestic.
- 9 During the quarter ended June 30, 2022 the Parent Company has changed its accounting policy for valuation of its investments in 3 wholly owned subsidiaries from cost basis to fair value through profit and loss (FVTPL) basis. The Parent Company believes that this change to fair value through profit and loss (FVTPL) is preferable as it reflects value of Parent Company's investment on current market price basis and it is in sync with the cost of funds involved in it and charged to the statement of profit and loss account by the Parent Company. Hence, it provides reliable and more relevant information to the users of financial statements about the Parent Company's Value of Investment on an on-going basis.  
In accordance with Ind AS 8, Accounting Policies, Changes in Accounting Estimates and Errors, this change in accounting policy is required to be retrospectively applied to all prior periods presented, unless impracticable to do so. The same has been explored as per below mentioned facts -  
Significant assumptions and estimations are involved in the fair valuation of the investments. Considering the fact that March 31, 2021 was covid impacted year, when the economic conditions were uncertain, it is not possible for the management to accurately consider the assumptions and estimates in the valuation of investments for that prior period without the use of hindsight. Use of hindsight is not the intention of Ind AS 8. Hence, it is not practicable for the management to calculate the fair valuation of investments for the prior periods.  
In view of above, one of the conditions, as given in Ind AS 8, for impracticability is satisfied, hence entity qualifies for the exemption of retrospective application. Therefore, in view of above the change in accounting policy is made effective on a prospective basis from the quarter ended June 30, 2022.  
Impact i.e. increase/decrease of the said change in policy on Consolidated Financial Statement is nil due to elimination principle applied for the purpose of consolidation.
- 10 Additional Information as required under Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulation, 2015 (amended) as presented in below table:

| S.no | Particulars                                                    | For the period ended June 30, 2022 |
|------|----------------------------------------------------------------|------------------------------------|
| 1    | Debt-equity ratio (no. of times)                               | 4.22                               |
| 2    | Debt service coverage ratio                                    | Not applicable                     |
| 3    | Interest service coverage ratio                                | Not applicable                     |
| 4    | Outstanding redeemable preference shares (quantity and value): | Nil                                |
| 5    | Capital redemption reserve (₹ in Lakhs)                        | 2,777.00                           |
| 6    | Debt redemption reserve (₹ in Lakhs)                           | Not applicable                     |
| 7    | Net worth (₹ in Lakhs)                                         | 1,21,312.36                        |
| 8    | Net profit after tax (₹ in Lakhs)                              | (20,969.59)                        |
| 9    | Earnings per share Basic                                       | (27.95)                            |
|      | Diluted                                                        | (27.95)                            |
| 10   | Current ratio (no. of times)                                   | Not required                       |
| 11   | Long term debt to working capital (no. of times)               | Not required                       |
| 12   | Bad debts to Account receivable ratio                          | Not applicable                     |
| 13   | Current liability ratio (no. of times)                         | Not required                       |
| 14   | Total debts to total assets                                    | 0.78                               |
| 15   | Debtors turnover                                               | Not applicable                     |
| 16   | Inventory turnover                                             | Not applicable                     |
| 17   | Operating margin (%)                                           | Not applicable                     |
| 18   | Net profit margin (%)                                          | -60.73%                            |

- 11 The figures of the quarter ended March 31, 2022 represent the balancing figures between the audited figures of financial year ended on March 31, 2022 and the published year to date figures upto the end of third quarter of the respective financial year, which were limited reviewed by the statutory auditors
- 12 Previous year/periods figures have been regrouped/rearranged to make them comparable with the current year/period classification

Place: Gurugram  
Date : August 3, 2022



For and on behalf of the Board of Directors of  
Satin Creditcare Network Limited

Harvinder Pal Singh  
Chairman cum Managing Director  
DIN: 00333754

## Corporate Office:

Plot No. 492, Phase III, Udyog Vihar,  
Gurugram - 122016  
Haryana, India

## Registered Office:

5th Floor, Kundan Bhawan,  
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E-Mail ID : info@satincreditcare.com

Website : www.satincreditcare.com



# SATIN CREDITCARE NETWORK LTD.

Reaching out!

August 3, 2022

To,  
**The Manager,**  
**National Stock Exchange of India Ltd.**  
Exchange Plaza, C-1, Block G,  
Bandra Kurla Complex,  
Bandra East, Mumbai-400051

**The Manager**  
**BSE Limited**  
Phiroze Jeejeebhoy Towers,  
Dalal Street,  
Mumbai – 400001

**Scrip Code: SATIN**

**Scrip Code: 539404**

**Sub: Statement of Material Deviation or Variation as per Regulation 52(7) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the quarter ended June 30, 2022**

Dear Sir/Madam,

This is to inform you that there is no material deviation or variation in the use of proceeds from the issue of Non-Convertible Debentures during the quarter ended June 30, 2022 and the same have been utilized for the objects stated in the offer documents.

This is for your information and record please.

Thanking You,

Yours Sincerely,

For Satin Creditcare Network Limited

**(Rakesh Sachdeva)**  
**Chief Financial Officer**

CC:

**Catalyst Trusteeship Limited**  
Windsor, 6th Floor, Office No. 604,  
C.S.T. Road, Kalina, Santacruz (East),  
Mumbai – 400098