



Ref: SSFL/Stock Exchange/2022-23/138

Date: January 31, 2023

To
BSE Limited,
Department of Corporate Services
P. J. Towers, 25th Floor,
Dalal Street,
Mumbai - 400001

To
National Stock Exchange of India Limited,
Listing Department
Exchange Plaza, C-1, Block G
BandraKurla Complex, Bandra (E)
Mumbai - 400051

Scrip Code: 542759

Symbol: SPANDANA

Dear Sir/Madam,

Sub: Outcome of the Board Meeting of the Company held on Tuesday, January 31, 2023.

Ref: Intimation dated January 20, 2023 - Notice of Board Meeting pursuant to Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI LODR Regulations").

Pursuant to the applicable provisions of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("SEBI LODR Regulations"), it is hereby informed that the Board of Directors ("Board") at its meeting held on Tuesday, January 31, 2023 has, *inter-alia*:

- i. considered and approved the unaudited standalone and consolidated financial results of the Company for the quarter and nine months ended December 31, 2022, as reviewed and recommended by the Audit Committee and took note of the limited review report, submitted by Statutory Auditor of the Company, i.e., Walker Chandiook & Co. LLP, Chartered Accountants; and
- ii. considered and approved the appointment of Mr. Ramesh Periasamy, Chief Compliance Officer ("CCO") of the Company for a period of 3 years with effect from February 01, 2023, pursuant to the RBI Notification No. DOR.CRE.REC.No.60/03.10.001/2021-22 dated October 22, 2021 on Scale Based Regulation (SBR): A Revised Regulatory Framework for NBFCs read with RBI Notification No. DoS.CO.PPG./SEC.01/11.01.005/2022-23 dated April 11, 2022.

Further, please find enclosed herewith the following:

- i. The unaudited standalone and consolidated financial results of the Company for the quarter and nine months ended December 31, 2022 along with the limited review report of the statutory auditors of the Company, Walker Chandiook & Co. LLP, Chartered Accountants;
- ii. Disclosure pursuant to Regulation 52(4) of the SEBI LODR Regulations;
- iii. Disclosures pursuant to Regulation 54(2) and 54(3) of the SEBI LODR Regulations; and
- iv. Statement pursuant to Regulation 32 and 52(7) of the SEBI LODR Regulations.

The meeting commenced at 04.00 p.m. and concluded at 04.30 p.m.

Kindly take the above on record.

Thanking you.

Yours sincerely,

For Spandana Sphoorty Financial Limited

Ramesh Periasamy
Company Secretary and Compliance officer

Spandana Sphoorty Financial Limited

CIN - L65929TG2003PLC040648

Galaxy, Wing B, 16th Floor, Plot No.1, Sy No 83/1, Hyderabad Knowledge City,

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Independent Auditor's Review Report on Unaudited Standalone Quarterly Financial Results and Year to Date Results of the Non- Banking Financial Company ('NBFC') pursuant to the Regulation 33 and Regulation 52 read with Regulation 63 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To the Board of Directors of Spandana Sphoorty Financial Limited

1. We have reviewed the accompanying statement of unaudited standalone financial results ('the Statement') of **Spandana Sphoorty Financial Limited** ('the NBFC') for the quarter ended **31 December 2022** and the year to date results for the period **01 April 2022 to 31 December 2022**, being submitted by the NBFC pursuant to the requirements of Regulation 33 and Regulation 52 read with Regulation 63 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ('Listing Regulations').
2. The Statement, which is the responsibility of the NBFC's management and approved by the NBFC's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under section 133 of the Companies Act, 2013 ('the Act'), the circulars, guidelines and directions issued by the Reserve Bank of India ('the RBI') from time to time, applicable to NBFCs ('the RBI guidelines'), 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 the Listing Regulations. 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. 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 the 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.



Spandana Spooky Financial Limited

Independent Auditor's Review Report on Unaudited Standalone Quarterly Financial Results and Year to Date Results of the Non- Banking Financial Company ('NBFC') pursuant to the Regulation 33 and Regulation 52 read with Regulation 63 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under section 133 of the Act, the RBI guidelines, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 and Regulation 52 read with Regulation 63 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement, or that it has not been prepared in accordance with the relevant prudential norms issued by the RBI in respect of income recognition, asset classification, provisioning and other related matters, or that it contains any material misstatement.

For **Walker ChandioK & Co LLP**

Chartered Accountants

Firm Registration No:001076N/N500013



Manish Gujral

Partner

Membership No:105117



UDIN:23105117BGRNK11260

Place: Hyderabad

Date: 31 January 2023



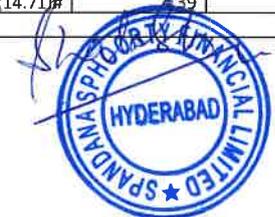
SPANDANA SPHOORTY FINANCIAL LIMITED

Statement of Unaudited Standalone Financial Results for the Quarter and nine months ended December 31, 2022

(Rupees in millions unless otherwise stated)

Sr. No.	Particulars	Quarter ended			Nine months ended		Year ended
		31-Dec-22	30-Sep-22	31-Dec-21	31-Dec-22	31-Dec-21	31-Mar-22
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	Revenue from Operations						
(a)	Interest Income	3,232.57	2,598.66	3,101.66	8,089.59	10,137.55	12,509.45
(b)	Fees and Commission income	-	-	-	-	-	64.68
(c)	Net gain on fair value changes	84.19	63.15	100.64	187.39	698.30	781.33
(d)	Recovery against loans written-off	84.74	148.60	74.90	256.24	295.81	407.92
I	Total revenue from operations	3,401.50	2,810.41	3,277.20	8,533.22	11,131.66	13,763.38
II	Other income	152.78	120.71	29.54	357.95	35.87	152.62
III	Total income (I+II)	3,554.28	2,931.12	3,306.74	8,891.17	11,167.53	13,916.00
	Expenses						
(a)	Finance costs	1,181.02	882.63	1,315.95	2,988.14	4,122.38	5,140.88
(b)	Net loss on fair value changes	-	-	-	-	-	-
(b)	Impairment on financial instruments	397.51	237.71	639.30	4,086.43	4,452.75	4,658.31
(c)	Employee benefits expense	664.31	693.84	575.72	2,125.94	1,554.73	2,168.80
(d)	Depreciation and amortization expense	25.08	23.38	23.24	70.11	59.47	85.46
(e)	Other expenses	348.15	334.63	226.61	972.53	557.80	1,216.69
IV	Total expenses	2,616.07	2,172.19	2,780.82	10,243.15	10,747.13	13,270.14
V	Profit/(Loss) before tax (III-IV)	938.21	758.93	525.92	(1,351.98)	420.40	645.86
	Tax expense:						
	Current tax	-	-	39.18	-	982.35	812.71
	Taxes of prior period	-	-	-	-	17.05	17.05
	Deferred tax expense/(Credit)	245.49	263.65	89.45	(313.13)	(862.69)	(650.28)
VI	Income tax expense/(Credit)	245.49	263.65	128.63	(313.13)	136.71	179.48
VII	Profit / (loss) for the period / year (V-VI)	692.72	495.28	397.29	(1,038.85)	283.69	466.38
VIII	Other comprehensive income						
(a)	Items that will not be reclassified subsequently to profit or loss						
	1. Re-measurement gains/(losses) on defined benefit plans	(12.35)	4.85	3.00	(5.41)	2.95	(14.37)
	2. Income tax effect	3.11	(1.22)	(0.75)	1.36	(0.74)	3.62
(b)	Items that will be reclassified subsequently to profit or loss						
	1. Fair Value (Loss) / Gain on Portfolio loans	233.89	(205.30)	(1,046.37)	(882.90)	(875.82)	(448.77)
	2. Income tax effect	(58.86)	51.67	263.35	222.21	220.43	112.95
	Other comprehensive income/(loss) (VIII = a+b)	165.79	(150.00)	(780.77)	(664.74)	(653.18)	(346.57)
IX	Total comprehensive income/(loss) (VII+VIII)	858.51	345.28	(383.48)	(1,703.59)	(369.49)	119.81
X	Paid up equity share capital (Face value of Rs.10 each)	709.83	709.47	644.08	709.83	644.08	690.95
XI	Other equity						29,624.37
XII	Earnings per equity share (Not annualised)						
	Nominal value of share (in Rs.)	10.00	10.00	10.00	10.00	10.00	10.00
	Basic (in Rs.)	9.76	6.98	6.17	(14.71)	4.40	7.22
	Diluted (in Rs.)	9.74	6.97	6.15	(14.71)#	4.39	7.20

Since Diluted EPS are anti dilutive, the disclosure is restricted to Basic EPS.



Spandana Sphoorty Financial Limited

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SPANDANA SPOHORTY FINANCIAL LIMITED
(CIN: L65929TG2003PLC040648)

Statement of Unaudited Standalone Financial Results for the Quarter and Nine months ended December 31, 2022

Notes:

- These financial results have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34') prescribed under section 133 of the Companies Act, 2013 ('the Act'), the circulars, guidelines and directions issued by the Reserve Bank of India ("RBI") from time to time ('the RBI guidelines') 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 the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time.
- These financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on January, 31, 2023 and subjected to review by the statutory auditors of the Company.
- In the month of June 2022, the Company has settled the differences that arose between the Company and its Board of Directors with the erstwhile Managing Director and other entities, amicably in terms of a settlement agreement and other related agreements subject to terms and conditions stated therein. As a result, the Company has made all the required payments which were fully provided for in the financial results for the quarter and year ended March 31, 2022, under 'Other expenses'.

Further, the Company has performed sufficient procedures to ensure completeness, accuracy and authenticity of the data received post the settlement and has significantly reconciled the historical balances and the balances as on September 30, 2021 as per the old IT system with the opening balances as of October 1, 2021 considered in the new IT System with the information available. The management does not believe that ongoing reconciliation process will have any significant impact on the accompanying financial results.

- The higher delinquencies caused due to COVID-19 pandemic and resignation of the erstwhile Managing Director and subsequent developments have resulted in breach of few of the covenants related to borrowings such as Return on assets, GNPA, NPA ratios and increase in portfolio at risk (PAR). The Company has been regularly servicing all its borrowings and has sought forbearance/ waiver from the lenders with respect to non-compliance with the covenants, wherever applicable.

Based on the discussions with the lenders, the Company has no reason to believe that any adverse action, such as levy of higher interest or a recall of the facility, will be invoked by the lenders on account of the above breaches; and as of the date of these financial results, none of the lenders have intimated about any remedial action. Accordingly, no adjustment is required in these financial results.

- COVID-19 pandemic affected the global economies over the last two years. Like other countries, India is also fast emerging from the impact of pandemic by a significant reduction in new cases and vaccination coverage of a large part of the population. The extent to which the pandemic will impact the Company's operations and financial metrics going forward will depend on ongoing as well as future developments, including the nature and severity of any new waves.

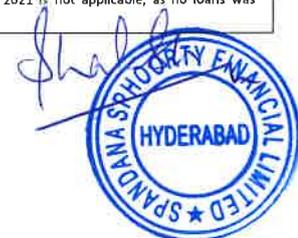
- The details of stressed loans transferred and Investment made in Security Receipts during the quarter ended December 31, 2022 to ARCs:

Particulars	(Rs. In million)	
	Particulars	Details
i) No. of accounts		1,40,358
ii) Aggregate principal outstanding of loans transferred (Rs. in million) ^		3,230.30
iii) Weighted average residual tenor of the loans transferred (months)		4.3
iv) Net book value of loans transferred (at the time of transfer)		610.10
v) Aggregate consideration		950.00
vi) Additional consideration realised in respect of accounts transferred in earlier years		-
vii) Investment in Security Receipts (SR)#		826.10

^ including written off loans of Rs. 2,010.20 million

SRs currently not rated, to be rated within timelines as per RBI guidelines.

- On May 21, 2022, the Company has allotted 18,52,739 equity shares of Rs.10 each at issue price of Rs.458.78 per share including premium of Rs.448.78 per share to Kedaara Capital Fund III LLP on conversion of 18,52,739 fully convertible warrants allotted on preferential basis, in compliance with the SEBI Regulations and the Companies Act, 2013, to the extent applicable.
 - During the nine months ended, the Company has allotted 36,000 equity shares to eligible employees under Employee stock Option Plan at a price of Rs.263.35 per equity share including premium of Rs.253.35 per equity share.
- Disclosures in compliance with Regulation 52(4) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 for the quarter and nine months ended December 31, 2022 is attached as Annexure-1.
- Disclosures in compliance with Regulation 54(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 is attached as Annexure-2.
- Disclosures pursuant to the RBI Notification-RBI/DOR/2021-22/86 DOR-STR.REC.51/21.04.048/2021-22 dated September 24, 2021 is not applicable, as no loans was transferred or acquired under direct assignment transaction during the quarter and nine months ended December 31, 2022.



Spandana Sphoorty Financial Limited

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SPANDANA SPHOORTY FINANCIAL LIMITED
(CIN: L65929TG2003PLC040648)

Statement of Unaudited Standalone Financial Results for the Quarter and Nine months ended December 31, 2022

Notes:

- 11 The Company operates in a single business segment i.e. financing, since the nature of the loans are exposed to similar risk and return profiles hence they are collectively operating under a single segment for the purpose of Ind AS 108 on 'Operating Segments'. The Company operates in a single geographical segment i.e. domestic.
- 12 Pursuant to the RBI Guidelines for Appointment of Statutory Central Auditors (SCAs) / Statutory Auditors (SAs) of Commercial Banks (excluding RRBs), UCBS and NBFCs (including HFCs) dated April 27, 2021 (the "RBI Guidelines") and in line with the specific instructions received from the RBI, the predecessor auditor's had resigned on January 28, 2022, after completion of limited review on the financial results of the Company for the quarter and half year ended September 30, 2021. Such resignation and subsequent appointment of new statutory auditors, being contrary to the provisions of para 6(A) of SEBI guidelines on "Resignation of statutory auditors from listed entities and their material subsidiaries" issued vide circular no. CIR/CFD/CMD1/114/2019 dated October 18, 2019, the Company has submitted application dated February 3, 2022 with SEBI, seeking settlement in this matter. Further, the Company vide letter dated June 3, 2022, has offered to pay Rs. 2.5 million to settle the matter and SEBI has accepted the settlement vide the Settlement Order no. SO/EFD-2/SD/429/OCTOBER/2022 dated October 25, 2022.
- 13 Pursuant to the RBI circular dated November 17, 2021 on "Prudential norms on Income Recognition, Asset Classification and Provisioning ('IRAC') pertaining to Advances-Clarifications" to be read with circular dated February 15, 2022, the Company has changed its NPA definition to comply with the applicable norms effective from October 1, 2022.
- 14 Previous year / period figures have been regrouped / rearranged wherever necessary to confirm to current period's classification.

For and on behalf of the Board of Directors of
SPANDANA SPHOORTY FINANCIAL LIMITED


Shweta Saxena
Managing Director & CEO
CIN: L65929TG2003PLC040648

Place: Hyderabad
Date: 31-01-2023



Spandana Sphoorty Financial Limited

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SPANDANA SPHOORTY FINANCIAL LIMITED
(CIN: L65929TG2003PLC040648)

Annexure-1

(Rupees in millions unless otherwise stated)

Disclosures required by Regulation 52(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the Quarter and Nine months ended December 31, 2022*

S.No	Particulars	Quarter ended	Nine months ended
		31.12.2022	31.12.2022
1	Debt-Equity Ratio (Note-2)	1.74	1.74
2	Debt service coverage ratio	NA	NA
3	Interest service coverage ratio	NA	NA
4	Capital Redemption Reserve	1,526.92	1,526.92
5	Debenture Redemption Reserve	NA	NA
6	Networth (Rs in Millions) (Note-3)	28,943.55	28,943.55
7	Net Profit after tax	692.72	(1,038.85)
8	Earnings Per Share (Not annualised)		
i	Basic (₹)	9.76	(14.71)
ii	Diluted (₹)	9.74	(14.71)#
9	Current ratio	NA	NA
10	Long term debt to working capital	NA	NA
11	Bad debts to Account receivable ratio	NA	NA
12	Current liability ratio	NA	NA
13	Total debts to total assets (Note-4)	0.62	0.62
14	Debtors turnover	NA	NA
15	Inventory turnover	NA	NA
16	Operating Margin (%)	NA	NA
17	Net profit margin (%) (Note-5)	19.49%	-11.68%
18	Sector specific equivalent ratios:		
i	Stage III loan assets to Gross loan assets (%) (Note-6) §	5.10%	5.10%
ii	Net Stage III loan assets to Gross loan assets (%) (Note-7) §	2.30%	2.30%
iii	Capital Adequacy ratio (Note-8)	39.21%	39.21%
iv	Provision coverage ratio (Note-9) §	55.00%	55.00%

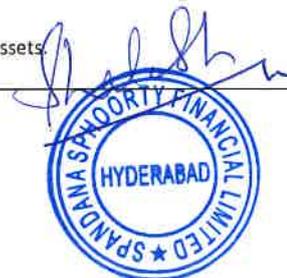
* The information furnished is based on Unaudited Standalone Financial Results.

§ For the purpose of these ratio's loan assets excludes accrued interest on the outstanding portfolio.

Since Diluted EPS are anti dilutive, the disclosure is restricted to Basic EPS.

Notes:

- The figures/ratios which are not applicable to the Company, being an NBFC, are marked as "NA".
- Debt-Equity ratio = {Debt Securities+Borrowings(other than debt securities)+Subordinated liabilities} / {Equity share capital+ Other equity}
- Net Worth = Equity share capital + Other Equity
- Total debts to total assets = {Debt Securities+Borrowings(other than debt securities)+Subordinated liabilities} / Total assets
- Net profit margin (%) = Net profit after tax / Total Income
- Stage III loan assets to Gross loan assets = Stage III loan assets / Gross loan assets.
- Net Stage III loan assets to Gross loan assets = {Stage III loan assets-Expected credit loss provision for stage III loan assets} / Gross loan assets.
- Capital Adequacy Ratio has been computed as per RBI guidelines.
- Provision Coverage Ratio = Expected credit loss provision for Stage III loan assets / Stage III loan assets



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Independent Auditor's Review Report on Unaudited Consolidated Quarterly Financial Results and Year to Date Results of the Non-Banking Financial Company ('NBFC') pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

To the Board of Directors of Spandana Sphoorty Financial Limited

1. We have reviewed the accompanying statement of unaudited consolidated financial results ('the Statement') of **Spandana Sphoorty Financial Limited** ('the Holding Company' or 'NBFC') and its subsidiaries (the Holding Company and its subsidiaries together referred to as 'the Group'), (refer Annexure 1 for the list of subsidiaries included in the Statement) for the quarter ended **31 December 2022** and the consolidated year to date results for the period **01 April 2022 to 31 December 2022**, being submitted by the Holding Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ('Listing Regulations').
2. This Statement, which is the responsibility of the Holding Company's management and has been approved by the Holding Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34'), prescribed under section 133 of the Companies Act, 2013 ('the Act'), the circulars, guidelines and directions issued by the Reserve Bank of India ('the RBI') from time to time, applicable to NBFCs ('the RBI guidelines'), and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 of the Listing Regulations. 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. 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 the 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 SEBI Circular CIR/CFD/CMD1/44/2019 dated 29 March 2019 issued by the SEBI under Regulation 33 (8) of the Listing Regulations, to the extent applicable.



Spandana Sphoorty Financial Limited
Independent Auditor's Review Report on Unaudited Consolidated Quarterly Financial Results and
Year to Date Results of the Non- Banking Financial Company ('NBFC') pursuant to the Regulation 33
of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)

4. Based on our review conducted and procedures performed as stated in paragraph 3 above and upon consideration of the review reports of the other auditor referred to in paragraph 5 below nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in Ind AS 34, prescribed under section 133 of the Act, the RBI guidelines, and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in accordance with the requirements of Regulation 33 of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.
5. We did not review the interim financial results of a subsidiary, included in the Statement, whose financial information reflects total revenues of ₹ 238.97 million and ₹ 683.23 million, total net profit after tax of ₹ 30.38 million and ₹ 121.95 million, and total comprehensive income of ₹ 30.41 million and ₹122.09 million for the quarter and year-to-date period ended 31 December 2022 respectively, These interim financial results have been reviewed by other auditor whose review report has been furnished to us by the management, and our conclusion in so far as it relates to the amounts and disclosures included in respect of the subsidiary is based solely on the review report of such other auditors and the procedures performed by us as stated in paragraph 3 above.

Our review report is not modified in respect of this/these matter(s) with respect to our reliance on the work done by and the reports of the other auditors.

6. The Statement includes the interim financial information of a subsidiary, which have not been reviewed by their auditors, and whose interim financial information reflects total revenues of ₹ 48.37 million and ₹48.88 million, net loss after tax of ₹9.35 million and ₹14.71 million, total comprehensive loss of ₹9.35 million and ₹14.71 million for the quarter and year-to-date period ended 31 December 2022 respectively, as considered in the Statement, based on their interim financial information which have not been reviewed by their auditors, and have been furnished to us by the management. Our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of the subsidiary is based solely on such unreviewed financial information. According to the information and explanations given to us by the management, these interim financial information are not material to the Group.

Our conclusion is not modified in respect of this matter with respect to our reliance on the financial information certified by the Board of Directors.

For **Walker ChandioK & Co LLP**
Chartered Accountants
Firm Registration No:001076N/N500013



Manish Gujral
Partner
Membership No:105117

UDIN:23105117BGRNKJ4736

Place: Hyderabad
Date: 31 January 2023



**Spandana Sphoorty Financial Limited
Independent Auditor's Review Report on Unaudited Consolidated Quarterly Financial Results and
Year to Date Results of the Non- Banking Financial Company ('NBFC') pursuant to the Regulation 33
of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

Annexure 1

List of entities included in the Statement

1. Criss Financial Limited (formerly known as "Criss Financials Holdings Limited")
2. Caspian Financial Services Limited





SPANDANA

SPANDANA SPOORTY FINANCIAL LIMITED
(CIN: L65929TG2003PLC040648)

Statement of Unaudited Consolidated Financial Results for the Quarter and nine months ended December 31, 2022

(Rupees in millions unless otherwise stated)

Sr.No.	Particulars	Quarter ended			Nine months ended		Year ended
		31-Dec-22	30-Sep-22	31-Dec-21	31-Dec-22	31-Dec-21	31-Mar-22
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
	Revenue from operations						
(a)	Interest income	3,377.40	2,764.83	3,285.42	8,581.82	10,757.15	13,365.36
(b)	Fees and Commission income	-	-	-	-	-	64.68
(c)	Net gain on fair value changes	84.47	63.44	100.84	188.18	698.86	782.09
(d)	Recovery against loans written-off	84.74	148.60	75.10	256.24	303.68	415.79
I	Total revenue from operations	3,546.61	2,976.87	3,461.36	9,026.24	11,759.69	14,627.92
II	Other income	203.46	124.62	37.36	413.96	49.93	172.43
III	Total income (I+II)	3,750.07	3,101.49	3,498.72	9,440.20	11,809.62	14,800.35
	Expenses						
(a)	Finance costs	1,207.43	913.52	1,390.49	3,088.90	4,322.11	5,401.00
(b)	Net loss on fair value changes	-	-	(0.11)	0.10	0.82	0.86
(c)	Impairment on financial instruments	446.05	257.52	643.05	4,220.78	4,606.04	4,805.70
(d)	Employee benefits expense	685.16	718.21	609.60	2,202.48	1,634.82	2,272.00
(e)	Depreciation and amortization expense	25.59	23.84	24.43	71.60	64.73	91.77
(f)	Other expenses	425.40	345.48	236.56	1,063.77	590.60	1,260.30
IV	Total expenses	2,789.63	2,258.57	2,904.01	10,647.63	11,219.12	13,831.63
V	Profit / (loss) before tax (III-IV)	960.44	842.92	594.71	(1,207.43)	590.50	968.72
	Tax expense:						
	Current tax	(5.61)	27.59	57.21	46.04	1,056.82	930.65
	Taxes of prior period	-	-	0.00	-	17.05	17.05
	Deferred tax expense / (credit)	252.35	263.42	86.53	(321.87)	(895.59)	(677.25)
VI	Income tax expense / (credit)	246.74	291.01	143.74	(275.83)	178.28	270.45
VII	Profit / (loss) after tax (V-VI)	713.70	551.91	450.97	(931.60)	412.22	698.27
VIII	Profit attributable to Non controlling interest	0.05	0.42	0.83	0.95	1.99	3.59
IX	Profit / (loss) for the period / year (VII-VIII)	713.65	551.49	450.14	(932.55)	410.23	694.68
X	Other comprehensive income						
(a)	Items that will not be reclassified subsequently to profit or loss						
	1. Re-measurement gains / (losses) on defined benefit plans	(12.31)	4.96	3.35	(5.22)	2.93	(14.23)
	2. Income tax effect	3.10	(1.25)	(0.84)	1.31	(0.74)	3.59
	Subtotal (a)	(9.21)	3.71	2.51	(3.91)	2.19	(10.64)
(b)	Items that will be reclassified subsequently to profit or loss						
	1. Fair Value (Loss) / Gain on Portfolio loans	233.89	(205.30)	(1,046.37)	(882.90)	(875.82)	(448.77)
	2. Income tax effect	(58.86)	51.67	263.35	222.21	220.43	112.95
	Subtotal (b)	175.03	(153.63)	(783.02)	(660.69)	(655.39)	(335.82)
	Other comprehensive income/(loss) (X = a+b)	165.82	(149.92)	(780.51)	(664.60)	(653.20)	(346.46)
XI	Total comprehensive income/(loss) (VII+X)	879.52	401.99	(329.54)	(1,596.20)	(240.98)	351.81
XII	Profit/(loss) for the period / year attributable to:						
	Owners of the company	713.65	551.50	450.14	(932.55)	410.23	694.68
	Non-controlling interests	0.05	0.42	0.83	0.95	1.99	3.59
XIII	Total comprehensive income/(loss) for the period / year attributable to :						
	Owners of the company	879.47	401.58	(330.37)	(1,597.15)	(242.97)	348.22
	Non-controlling interests	0.05	0.42	0.83	0.95	1.99	3.59
XIV	Paid up equity share capital (Face value of Rs.10 each)	709.83	709.77	644.08	709.83	644.08	690.95
XV	Other equity						30,184.73
XVI	Earnings per equity share (Not annualised)						
	Nominal value of share (in Rs.)	10.00	10.00	10.00	10.00	10.00	10.00
	Basic (in Rs.)	10.05	7.78	6.99	(13.20)	6.37	10.75
	Diluted (in Rs.)	10.03	7.76	6.97	(13.20)#	6.35	10.72

Since Diluted EPS are anti dilutive, the disclosure is restricted to Basic EPS.



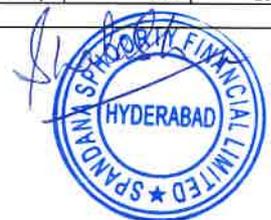
Spandana Sphoorty Financial Limited

CIN : L65929TG2003PLC040648

Galaxy, Wing B, 16th Floor, Plot No. 1, Sy No. 83/1, Hyderabad Knowledge City,
TSIC, Raidurg Panmaktha, Hyderabad- 500081 Telangana.

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SPANDANA

SPANDANA SPHOORTY FINANCIAL LIMITED
(CIN: L65929TG2003PLC040648)

Statement of Unaudited Consolidated Financial Results for the Quarter and Nine months ended December 31, 2022

Notes:

- 1 These consolidated financial results of the Spandana Sphoorty Financial Limited (the 'Holding Company') and its subsidiaries (collectively referred to as the 'Group') have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34, Interim Financial Reporting ('Ind AS 34') prescribed under section 133 of the Companies Act, 2013 ('the Act'), the circulars, guidelines and directions issued by the Reserve Bank of India ("RBI") from time to time ('the RBI guidelines') and other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), including relevant circulars issued by the SEBI from time to time. These consolidated financial results include results of the following subsidiaries:

Name of the subsidiaries	% shareholding and voting power held
Caspian Financial Services Limited	100.00%
Criss Financial Limited ("CFL") (formerly Criss Financial Holdings Limited)	99.85%

- 2 These consolidated financial results have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on January, 31, 2023 and subjected to review by the statutory auditors of the Holding Company.
- 3 In the month of June 2022, the Group has settled the differences that arose between the Group and its Board of Directors with the erstwhile Managing Director and other entities, amicably in terms of a settlement agreement and other related agreements subject to terms and conditions stated therein. As a result, the Holding Company has made all the required payments which were fully provided for in the financial results for the quarter and year ended March 31, 2022, under 'Other expenses'.
Further, the Group has performed sufficient procedures to ensure completeness, accuracy and authenticity of the data received post the settlement and has significantly reconciled the historical balances and the balances as on September 30, 2021 as per the old IT system with the opening balances as of October 1, 2021 considered in the new IT System with the information available. The management does not believe that ongoing reconciliation process will have any significant impact on the accompanying financial results.
- 4 The higher delinquencies caused due to COVID-19 pandemic and resignation of the erstwhile Managing Director and subsequent developments have resulted in breach of few of the covenants related to borrowings such as Return on assets, GNPA, NPA ratios and increase in portfolio at risk (PAR) in relation to borrowings availed by the Holding Company. The Holding Company has been regularly servicing all its borrowings and has sought forbearance/ waiver from the lenders with respect to non-compliance with the covenants, wherever applicable.
Based on the discussions with the lenders, the Holding Company has no reason to believe that any adverse action, such as levy of higher interest or a recall of the facility, will be invoked by the lenders on account of the above breaches; and as of the date of these consolidated financial results, none of the lenders have intimated about any remedial action. Accordingly, no adjustment is required in these consolidated financial results.
- 5 COVID-19 pandemic affected the global economies over the last two years. Like other countries, India is also fast emerging from the impact of pandemic by a significant reduction in new cases and vaccination coverage of a large part of the population. The extent to which the pandemic will impact the Group's operations and financial metrics going forward will depend on ongoing as well as future developments, including the nature and severity of any new waves.
- 6 (i) On May 21, 2022, the Holding Company has allotted 18,52,739 equity shares of Rs.10 each at issue price of Rs.458.78 per share including premium of Rs 448.78 per share to Kedaara Capital Fund III LLP on conversion of 18,52,739 fully convertible warrants allotted on preferential basis, in compliance with the SEBI Regulations and the Companies Act, 2013, to the extent applicable.
(ii) During the nine months ended, the Holding Company has allotted 36,000 equity shares to eligible employees under Employee stock Option Plan at a price of Rs.263.35 per equity share including premium of Rs.253.35 per equity share.
- 7 The Group operates in a single business segment i.e. financing, since the nature of the loans are exposed to similar risk and return profiles hence they are collectively operating under a single segment for the purpose of Ind AS 108 on 'Operating Segments'. The Group operates in a single geographical segment i.e. domestic.
- 8 Pursuant to the RBI Guidelines for Appointment of Statutory Central Auditors (SCAs) / Statutory Auditors (SAs) of Commercial Banks (excluding RRBs), UCBS and NBFCs (including HFCs) dated April 27, 2021 (the "RBI Guidelines") and in line with the specific instructions received from the RBI, the predecessor auditor's had resigned on January 28 2022, after completion of limited review on the financial results of the Holding Company for the quarter and half year ended September 30, 2021. Such resignation and subsequent appointment of new statutory auditors, being contrary to the provisions of para 6(A) of SEBI guidelines on "Resignation of statutory auditors from listed entities and their material subsidiaries" issued vide circular no. CIR/CFD/CMD1/114/2019 dated October 18, 2019, the Holding Company has submitted application dated February 3, 2022 with SEBI, seeking settlement in this matter. Further, the Holding Company vide letter dated June 3, 2022, has offered to pay Rs.2.5 million to settle the matter and SEBI has accepted the settlement vide the Settlement Order no. SO/EFD-2/SD/429/OCTOBER/2022 dated October 25, 2022.
- 9 Previous year / periods figures have been regrouped / rearranged wherever necessary to conform to current period's classification.

For and on behalf of the Board of Directors of
SPANDANA SPHOORTY FINANCIAL LIMITED



Place: Hyderabad
Date: January 31, 2023



Spandana Sphoorty Financial Limited

CIN : L65929TG2003PLC040648

Galaxy, Wing B, 16th Floor, Plot No. 1, Sy No. 83/1, Hyderabad Knowledge City,
TSIC, Raidurg Panmaktha, Hyderabad- 500081 Telangana.

Ph: 040 45474750

Contact@Spandanaspchoorty.com | www.spandanaspchoorty.com.



Ref: SSFL/Stock Exchange/2022-23/139

Date: January 31, 2023

To
BSE Limited,
Department of Corporate Services
P. J. Towers, 25th Floor,
Dalal Street,
Mumbai - 400001

To
National Stock Exchange of India Limited,
Listing Department
Exchange Plaza, C-1, Block G
BandraKurla Complex, Bandra (E)
Mumbai - 400051

Scrip Code: 542759

Symbol: SPANDANA

Dear Sir/Madam,

Sub: Disclosure under Regulation 54(2) and 54(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“SEBI LODR Regulations”)

Pursuant to Regulation 54(2) and 54(3) of SEBI LODR Regulations and SEBI Circular No. SEBI/HO/MIRSD/MIRSD_CRADT/CIR/P/2022/67 dated May 19, 2022 (“SEBI Circular”), please and enclosed the extent and nature of security created, maintained and available with respect to secured listed non-convertible debt securities of the Company for the quarter ended December 31, 2022 as per the prescribed format in SEBI Circular as **Annexure-A**.

Kindly take the above on record.

Thanking you.

Yours sincerely,
For Spandana Sphoorty Financial Limited

Ramesh Periasamy
Company Secretary and Compliance officer

Spandana Sphoorty Financial Limited

CIN - L65929TG2003PLC040648

Galaxy, Wing B, 16th Floor, Plot No.1, Sy No 83/1, Hyderabad Knowledge City,
TSIIC, Raidurg Panmaktha, Hyderabad – 500081, Telangana

Ph: +9140-45474750 | contact@spandanasphoorty.com | www.spandanasphoorty.com

(Rupees in millions unless otherwise stated)

Column A	Column B	Column C	Column D	Column E	Column F	Column G	Column H	Column I	Column J	Column K	Column L	Column M	Column N	Column O
Particulars		Exclusive Charge	Exclusive Charge	Pari- Passu Charge	Pari- Passu Charge	Pari- Passu Charge	Assets not offered as Security	Eliminati on (amount in negative)	(Total C to H)	Related to only those items covered by this certificate				
	Description of asset for which this certificate relate	Debt for which this certificate being issued	Other Secured Debt	Debt for which this certificate being issued	Assets shared by pari passu debt holder (includes debt for which this certificate is issued & other debt with pari-passu charge)	Other assets on which there is pari- Passu charge (excluding items covered in column F)		debt amount considere d more than once (due to exclusive plus pari passu charge)		Market Value for Assets charged on Exclusive basis	Carrying /book value for exclusive charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Market Value for Pari passu charge Assets	Carrying value / book value for pari passu charge assets where market value is not ascertainable or applicable (For Eg. Bank Balance, DSRA market value is not applicable)	Total Value(=K+L+M + N)
		Book Value	Book Value	Yes/ No	Book Value	Book Value							Relating to Column F	
ASSETS														
Property, Plant and Equipment		-	-	No	NA	NA	129.32	-	129.32	-	-	-	-	-
Capital Work-in- Progress		-	-	No	NA	NA	-	-	-	-	-	-	-	-
Right of Use Assets		-	-	No	NA	NA	127.32	-	127.32	-	-	-	-	-
Goodwill		-	-	No	NA	NA	-	-	-	-	-	-	-	-
Intangible Assets		-	-	No	NA	NA	49.39	-	49.39	-	-	-	-	-
Intangible Assets under Development		-	-	No	NA	NA	-	-	-	-	-	-	-	-
Investments		-	-	No	NA	NA	1,997.12	-	1,997.12	-	-	-	-	-
Loans	Book debt receivables	23,374.8	25,813.45	No	NA	NA	13,502.52	-	62,690.77	-	23,374.80	-	-	23,374.80
Inventories		-	-	No	NA	NA	-	-	-	-	-	-	-	-
Trade Receivables		-	-	No	NA	NA	252.40	-	252.40	-	-	-	-	-
Cash and Cash Equivalents		-	-	No	NA	NA	10,232.10	-	10,232.10	-	-	-	-	-
Bank Balances other than Cash and Cash Equivalents		-	1,346.64	No	NA	NA	43.77	-	1,390.41	-	-	-	-	-
Others		-	-	No	NA	NA	3,995.09	-	3,995.09	-	-	-	-	-
Total		23,374.8	27,160.09				30,329.03	-	80,863.92	-	23,374.80	-	-	23,374.80
LIABILITIES														
Debt securities to which this certificate pertains	Listed non-convertible debentures (refer note:1)	20,824.58	-	No	NA	NA	1,266.61	-	22,091.19	-	-	-	-	-
Other debt sharing pari-passu charge with above debt		<i>not to be filled</i>	-	No	NA	NA	-	-	-	-	-	-	-	-
Other Debt			6,829.76	No	NA	NA	7.29	-	6,837.05	-	-	-	-	-
Subordinated debt			-	No	NA	NA	202.16	-	202.16	-	-	-	-	-
Borrowings	refer note:2		21,191.61	No	NA	NA	-72.53	-	21,119.08	-	-	-	-	-
Bank			-	No	NA	NA	-	-	-	-	-	-	-	-
Debt Securities			-	No	NA	NA	-	-	-	-	-	-	-	-
Others			-	No	NA	NA	-	-	-	-	-	-	-	-
Trade payables			-	No	NA	NA	-	-	-	-	-	-	-	-
Lease Liabilities			-	No	NA	NA	131.39	-	131.39	-	-	-	-	-
Provisions			-	No	NA	NA	44.91	-	44.91	-	-	-	-	-
Others			-	No	NA	NA	1,494.53	-	1,494.53	-	-	-	-	-
Total		20,824.58	28,021.37				3,074.36	-	51,920.31	-	-	-	-	-
Cover on Book Value		112%					0%							
Cover on Market Value														
		Exclusive Security Cover Ratio			Pari-Passu Security Cover Ratio									

Note: 1

As per the arrangement entered with the Debenture Trustees, the Company is required to create charge only on the outstanding value of non-convertible debentures (excluding interest accrued). Accordingly, the amount reported excludes interest accrued but not due for payment as on 31 December 2022.

Note: 2

Includes borrowings aggregating to Rs.4,270 millions, availed during the month of December 2022, on which the Company is in the process of creation of exclusive charge on book debt receivables in accordance with the terms of the term loan agreement with the respective lenders.



Ref: SSFL/Stock Exchange/2022-23/140

Date: January 31, 2023

To
BSE Limited,
Department of Corporate Services
P. J. Towers, 25th Floor,
Dalal Street,
Mumbai - 400001

To
National Stock Exchange of India Limited,
Listing Department
Exchange Plaza, C-1, Block G
BandraKurla Complex, Bandra (E)
Mumbai - 400051

Scrip Code: 542759

Symbol: SPANDANA

Dear Sir/Madam,

Ref: Regulation 32 and 52(7) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Pursuant to Regulation 32 and 52(7) of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, please find enclosed herewith the Statement of Deviation or Variation in utilization of funds raised through preferential issue and private placement basis by the Company, for the quarter ended December 31, 2022, reviewed by the Audit Committee at its meeting held on Tuesday, January 31, 2022.

Kindly take the above on record.

Thanking you.

Yours sincerely,
For Spandana Sphoorty Financial Limited

Ramesh Periasamy
Company Secretary and Compliance officer

Spandana Sphoorty Financial Limited

CIN - L65929TG2003PLC040648

Galaxy, Wing B, 16th Floor, Plot No.1, Sy No 83/1, Hyderabad Knowledge City,
TSIIC, Raidurg Panmaktha, Hyderabad – 500081, Telangana

Ph: +9140-45474750 | contact@spandanasphoorty.com | www.spandanasphoorty.com

Statement indicating utilisation and deviation/ variation in the use of proceeds of issue of listed Non-convertible Securities for the quarter ended December 31, 2022

[Regulations 52(7) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and SEBI Circular No. SEBI/HO/DDHS/DDHS_Div1/P/CIR/2022/0000000103 dated July 29, 2022]

A. Statement of utilization of issue proceeds:

Name of the Issuer	ISIN	Mode of Fund Raising (Public issues/ Private placement)	Type of Instrument	Date of Fund Raising	Amount Raised (in Crs)	Funds utilized	Any Deviation (Yes/No)	If 8 is Yes, then specify the purpose of for which the funds were utilized	Remarks, if any
1.	2.	3.	4.	5.	6.	7.	8.	9.	10.
Spandana Sphoorty Financial Limited	INE572J07448	Private Placement	Debentures	October 20, 2022	60	60	No	-	NA
Spandana Sphoorty Financial Limited	INE572J07463	Private Placement	Debentures	November 09, 2022	25	25	No	-	NA
Spandana Sphoorty Financial Limited	INE572J07455	Private Placement	Debentures	November 09, 2022	25	25	No	-	NA
Spandana Sphoorty Financial Limited	INE572J07471	Private Placement	Debentures	November 22, 2022	200	200	No	-	NA
Spandana Sphoorty Financial Limited	INE572J07489	Private Placement	Debentures	December 08, 2022	100	100	No	-	NA
Spandana Sphoorty Financial Limited	INE572J07497	Private Placement	Debentures	December 15, 2022	50	50	No	-	NA
Spandana Sphoorty Financial Limited	INE572J07471	Private Placement	Debentures	December 16, 2022	202.23	202.23	No	-	NA
Spandana Sphoorty Financial Limited	INE572J07505	Private Placement	Debentures	December 22, 2022	65	65	No	-	NA
Spandana Sphoorty Financial Limited	INE572J07513	Private Placement	Debentures	December 30, 2022	100	100	No	-	NA
Spandana Sphoorty Financial Limited	INE572J07521	Private Placement	Debentures	December 30, 2022	1	1	No	-	NA
Spandana Sphoorty Financial Limited	INE572J07539	Private Placement	Debentures	December 30, 2022	100	100	No	-	NA

Original Object	Modified object, if any	Original allocation	Modified allocation, if any	Funds utilised	Amount of deviation/ variation for the quarter according to applicable object (in Rs. crore and in %)	Remarks, if any						
On-lending	NA	60.00	NA	60.00	0	NA						
On-lending	NA	25.00	NA	25.00	0	NA						
On-lending	NA	25.00	NA	25.00	0	NA						
On-lending	NA	200.00	NA	200.00	0	NA						
On-lending	NA	100.00	NA	100.00	0	NA						
On-lending	NA	50.00	NA	50.00	0	NA						
On-lending	NA	202.23	NA	202.23	0	NA						
On-lending	NA	65	NA	65	0	NA						
On-lending	NA	100	NA	100	0	NA						
On-lending	NA	1	NA	1	0	NA						
On-lending	NA	100	NA	100	0	NA						
Deviation could mean: <ul style="list-style-type: none"> a. Deviation in the objects or purposes for which the funds have been raised. b. Deviation in the amount of funds actually utilized as against what was originally disclosed. 												
Name of signatory: Ramesh Periasamy Designation: Company Secretary and Compliance Officer Date: January 31, 2023												



Ref: SSFL/Stock Exchange/2022-23/141

Date: January 31, 2023

To
BSE Limited,
Department of Corporate Services
P. J. Towers, 25th Floor,
Dalal Street,
Mumbai - 400001

To
National Stock Exchange of India Limited,
Listing Department
Exchange Plaza, C-1, Block G
BandraKurla Complex, Bandra (E)
Mumbai - 400051

Scrip Code: 542759

Symbol: SPANDANA

Dear Sir/Madam,

Sub: Press release on the financial and operational performance of the Company for the quarter ended December 31, 2022.

Ref: Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Please find enclosed herewith the press release on the financial and operational performance of the Company for the quarter ended December 31, 2022.

Kindly take the above on record.

Thanking you.

Yours sincerely,
For Spandana Sphoorty Financial Limited

Ramesh Periasamy
Company Secretary and Compliance officer

Spandana Sphoorty Financial Limited

CIN - L65929TG2003PLC040648

Galaxy, Wing B, 16th Floor, Plot No.1, Sy No 83/1, Hyderabad Knowledge City,
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Spandana reports 29% QoQ increase in PAT; Disbursement increases by 70% with 19% growth in AUM as Asset Quality Improves

Hyderabad, January 31, 2023: Spandana Sphoorty Financial Limited (NSE: SPANDANA, BSE: 542759) ("Spandana") announced its unaudited financial results subject to limited review for quarter ended December 31, 2022 today.

Mr. Shalabh Saxena- Managing Director and CEO commenting on the performance of the Company for the Quarter said: "While steering through the challenges, we continue to make progress with our results in line with what we had set out to achieve beginning of the year. The quarter delivered a holistic improvement in all business parameters primarily driven by improvement in asset quality and disbursements. Initiatives that we had embarked upon to strengthen Controls, Refining Processes, using technology for monitoring risks & Audit are progressing at desired pace. We are thus readying the organization to pursue the Growth agenda and the coming quarters will see the same unfold."

Highlights for the Quarter 3, FY-23:

1. AUM – ₹6,852 Cr a 19% growth over Q2FY23 (₹5,782 Cr)
2. Disbursement & Member Acquisition – Strong growth in new borrower addition and loan disbursement during the quarter
 - a. Disbursement of ₹2,361 Cr (Q2 FY23 – 1,391 Cr), QoQ growth of 70%
 - b. Member Acquisition 2.19 L (Q2 FY23 – 1.23 L), QoQ growth of 77%
3. Asset Quality – Asset book continues to improve with current book at 92.1% of AUM vs. 86.9% in Q2 FY23.
 - a. SMA book (1-90) – 2.6% (Q2 FY23 – 5.7%)
 - b. GNPA – 5.3% (Q2 FY23 – 7.4%)
 - c. NNPA – 2.5% (Q2 FY23 – 3.8%)
 - d. Provisioning - ₹272 Cr; 4.0% of AUM (Q2 FY23 - ₹279 Cr; 4.8%)
 - e. PCR – 52.5% (Q2 FY23 – 47.9%)
4. Collection Efficiency- continues to remain stable at 102.1% (101.3% in Q2FY23). Net collection efficiency improved to 94.5% (93.3% in Q2FY23)
5. Borrowings-
 - a. Extended relationships by adding 8 New Lenders, while continuing to strengthen relationships with existing Lenders.
 - b. ₹2,138 Cr funds mobilized in Q3 FY23 v/s ₹1,080 Cr in Q2 FY23, a growth of 98%
6. Financial Performance-
 - a. Total Income: ₹375 Cr (₹310 Cr in Q2FY23) – growth of 21% QoQ
 - b. Net interest income: ₹254 Cr (₹219 Cr in Q2FY23) – growth of 16% QoQ
 - c. Yield: 21.5% (19.5% in Q2FY23) – improvement of 200 bps
 - d. Cost of borrowings: 11.5% (11.2% in Q2FY23) – increase of 30 bps
 - e. Pre-Provision Operating Profit (PPOP): ₹141 Cr (₹110 Cr in Q2 FY23) – growth of 28% QoQ
 - f. Profit after tax: ₹71 Cr (₹55 Cr in Q2FY23) – growth of 29% QoQ

Mr Saxena, while announcing the results for the quarter added – "We will continue to pursue the growth agenda in Q4, FY23 by opening ~100 new branches in identified geographies. The company's focus on quality growth remains intact and we will keep expanding our business while strengthening our teams & stakeholder relationships towards meeting the goals envisaged in our Vision 2025".

About Spandana Sphoorty:

Spandana Sphoorty Financial Ltd. is a rural-focused non-banking financial company and a microfinance lender (NBFC-MFI) with a geographically diversified presence in India. The company offers income generating loans under the joint liability group (JLG) model, predominantly to women from low-income households in rural areas. Spandana was started as an NGO in 1998 in Guntur, which later converted to an NBFC in 2004. In 2015, it transformed into an NBFC-MFI, licensed by the Reserve Bank of India.

Disclaimer

This press release is prepared for general information purposes only. The information contained herein is based on management information and estimates. It is only current as of its date, has not been independently verified and may be subject to change without notice. Spandana makes no representation or warranty, express or implied, as to, and do not accept any responsibility or liability with respect to, the fairness and completeness of the content hereof. Each recipient will be solely responsible for its own investigation, assessment and analysis of the market and the market position of Spandana. Spandana does not provide any guarantee or assurance with respect to any distribution or the trading price of its Shares.

This press release contains forward-looking statements based on the currently held beliefs, opinions and assumptions of the Management. Forward-looking statements involve known and unknown risks, uncertainties and other factors, which may cause the actual results, financial condition, performance, or achievements of Spandana or industry results, to differ materially from the results, financial condition, performance or achievements expressed or implied by such forward-looking statements. Given these risks, uncertainties and other factors, including the impact of COVID-19 on us, our borrowers and the Indian economy, recipients of this press release are cautioned not to place undue reliance on these forward-looking statements. Spandana disclaims any obligation to update these forward-looking statements to reflect future events or developments or the impact of events which cannot currently be ascertained, such as COVID-19. In addition to statements which are forward looking by reason of context, the words 'may', 'will', 'should', 'expects', 'plans', 'intends', 'anticipates', 'believes', 'estimates', 'predicts', 'potential' or 'continue' and similar expressions identify forward-looking statements.

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Akanksha Gupta | akanksha@thegutenberg.com | 7042427305



Ref: SSFL/Stock Exchange/2022-23/142

Date: January 31, 2023

To
BSE Limited,
Department of Corporate Services
P. J. Towers, 25th Floor,
Dalal Street,
Mumbai - 400001

To
National Stock Exchange of India Limited,
Listing Department
Exchange Plaza, C-1, Block G
BandraKurla Complex, Bandra (E)
Mumbai - 400051

Scrip Code: 542759

Symbol: SPANDANA

Dear Sir/Madam,

Sub: Investor presentation on the unaudited financial results of the Company for the quarter ended December 31, 2022.

Ref: Regulation 30 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Pursuant to Regulation 30 of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 please find enclosed herewith a copy of Investor Presentation of the Company on the unaudited financial results for the quarter ended December 31, 2022.

Kindly take the above on record.

Thanking you.

Yours sincerely,
For Spandana Sphoorty Financial Limited

Ramesh Periasamy
Company Secretary and Compliance officer

Spandana Sphoorty Financial Limited

CIN - L65929TG2003PLC040648

Galaxy, Wing B, 16th Floor, Plot No.1, Sy No 83/1, Hyderabad Knowledge City,
TSIIC, Raidurg Panmaktha, Hyderabad – 500081, Telangana

Ph: +9140-45474750 | contact@spandanasphoorty.com | www.spandanasphoorty.com

Spandana Sphoorty Financial Limited

....Committed to low-income households



Q3 FY23 Investor Presentation



Safe Harbor

This presentation and the accompanying slides (the “Presentation”), which have been prepared by **Spandana Sphoorty Financial Limited** (the “Company”), have been prepared solely for information purposes and do not constitute any offer, recommendation or invitation to purchase or subscribe for any securities, and shall not form the basis or be relied on in connection with any contract or binding commitment what so ever. No offering of securities of the Company will be made except by means of a statutory offering document containing detailed information about the Company.

This Presentation has been prepared by the Company based on information and data which the Company considers reliable, but the Company makes no representation or warranty, express or implied, whatsoever, and no reliance shall be placed on, the truth, accuracy, completeness, fairness and reasonableness of the contents of this Presentation. This Presentation may not be all inclusive and may not contain all of the information that you may consider material. Any liability in respect of the contents of, or any omission from, this Presentation is expressly excluded.

Certain matters discussed in this Presentation may contain statements regarding the Company’s market opportunity and business prospects that are individually and collectively forward-looking statements. Such forward-looking statements are not guarantees of future performance and are subject to known and unknown risks, uncertainties and assumptions that are difficult to predict. These risks and uncertainties include, but are not limited to, the performance of the Indian economy and of the economies of various international markets, the performance of the industry in India and world-wide, competition, the company’s ability to successfully implement its strategy, the Company’s future levels of growth and expansion, technological implementation, changes and advancements, changes in revenue, income or cash flows, the Company’s market preferences and its exposure to market risks, as well as other risks. The Company’s actual results, levels of activity, performance or achievements could differ materially and adversely from results expressed in or implied by this Presentation. The Company assumes no obligation to update any forward-looking information contained in this Presentation. Any forward-looking statements and projections made by third parties included in this Presentation are not adopted by the Company and the Company is not responsible for such third-party statements and projections.



Q3 FY23 Business Performance



Q3 FY23: Increased momentum across all parameters

19% QoQ growth in AUM

Calibrated Start of Growth Engine

Client Addition	Disbursement	AUM
2.19 L	₹2,361 Cr	₹6,852 Cr
↑ 77% QoQ	↑ 70% QoQ	↑ 19% QoQ

Improving Asset Quality

1 – 90 DpD	GNPA	NNPA
2.6%	5.3%	2.5%
↓ 310 bps QoQ	↓ 210 bps QoQ	↓ 130 bps QoQ

Healthy Fund Raising & Liquidity

New Lenders Onboarded	Funds Raised	Cash & Bank Balance
8	₹2,138 Cr	₹1,025 Cr
Total lenders 49*	↑ 98% QoQ	

Strong Financial Performance

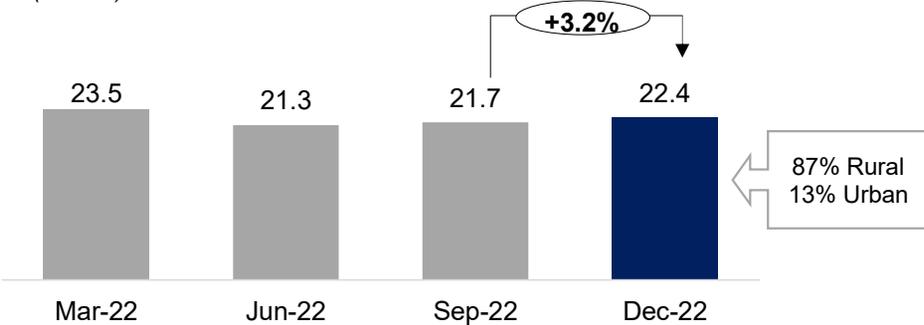
Net Interest Income	PPOP	PAT
₹254 Cr	₹141 Cr	₹71 Cr
↑ 16% QoQ	↑ 28% QoQ	↑ 29% QoQ

* Includes arrangers of Capital Market instruments

Positive movement across all key operational growth vectors

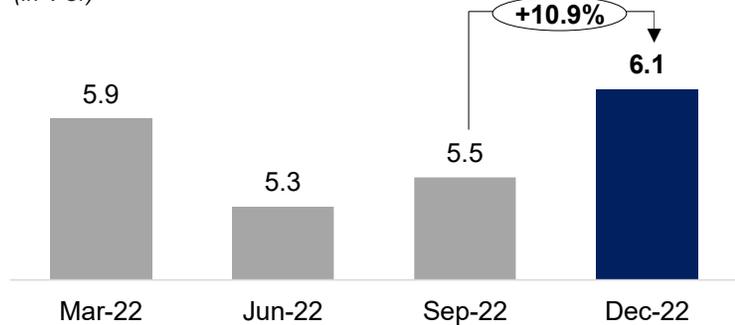
No. of borrowers

(In lakhs)



AUM per Branch

(In ₹ Cr)

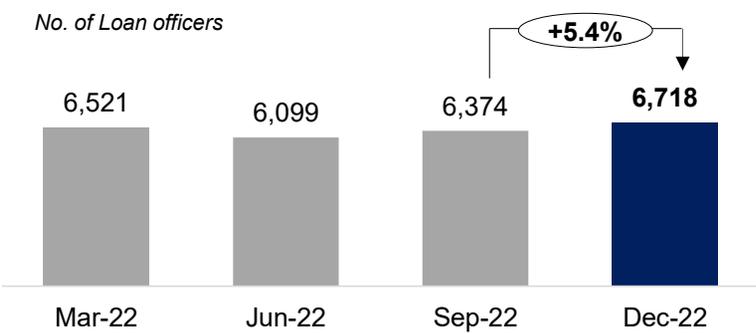


Number of Employees

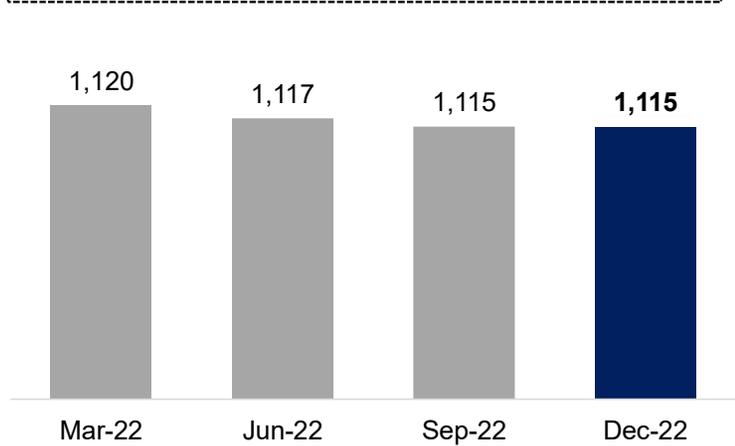
No. of Employees



No. of Loan officers



Branch count

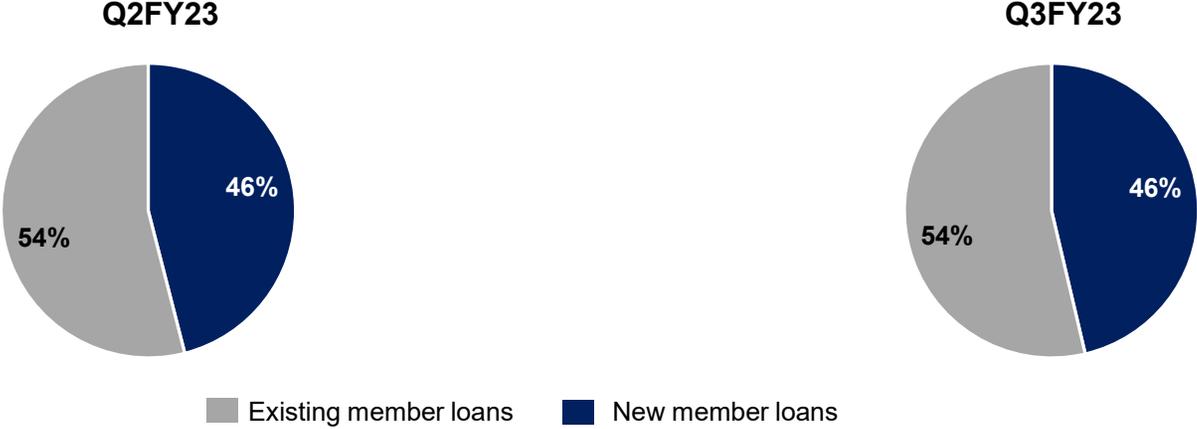




New member acquisition drives growth

77% growth over Q2; 46% loan to new members

Split of Disbursements (loan count)



New members acquired (in '000)

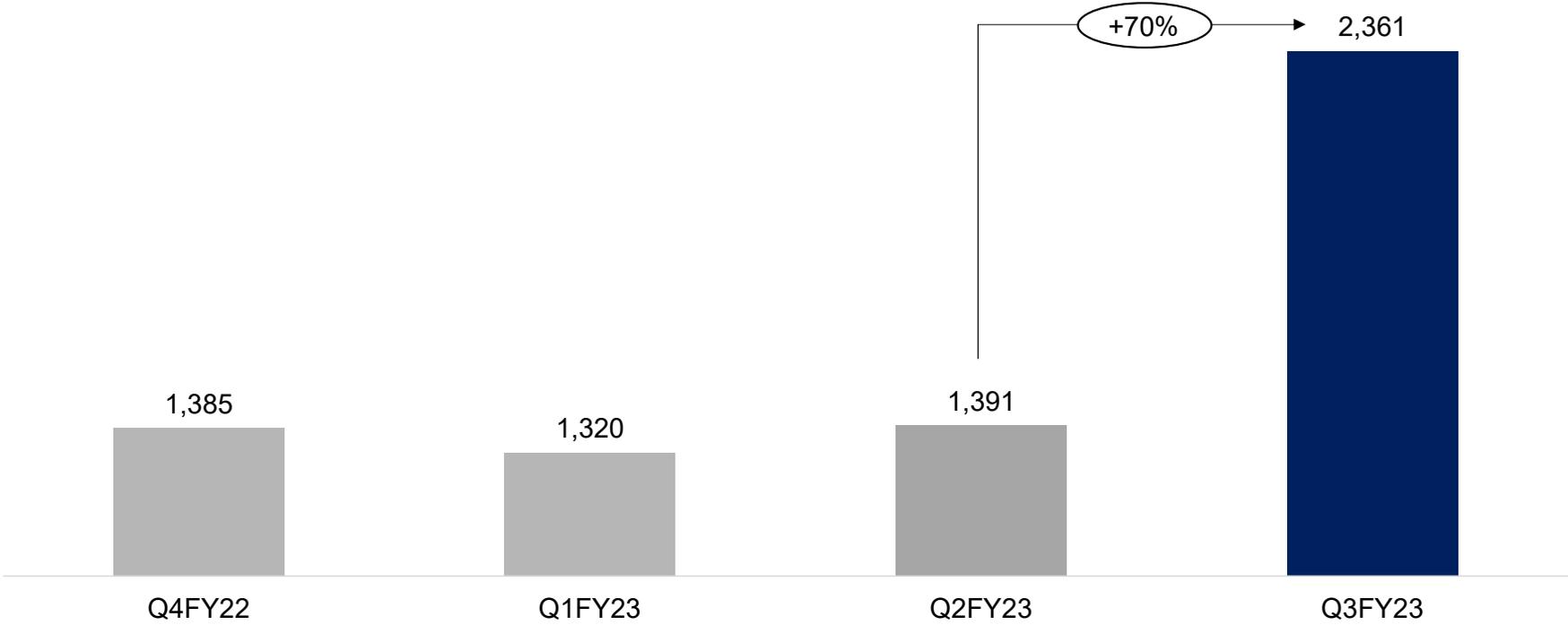


Strong momentum in disbursement

~70% increase over Q2



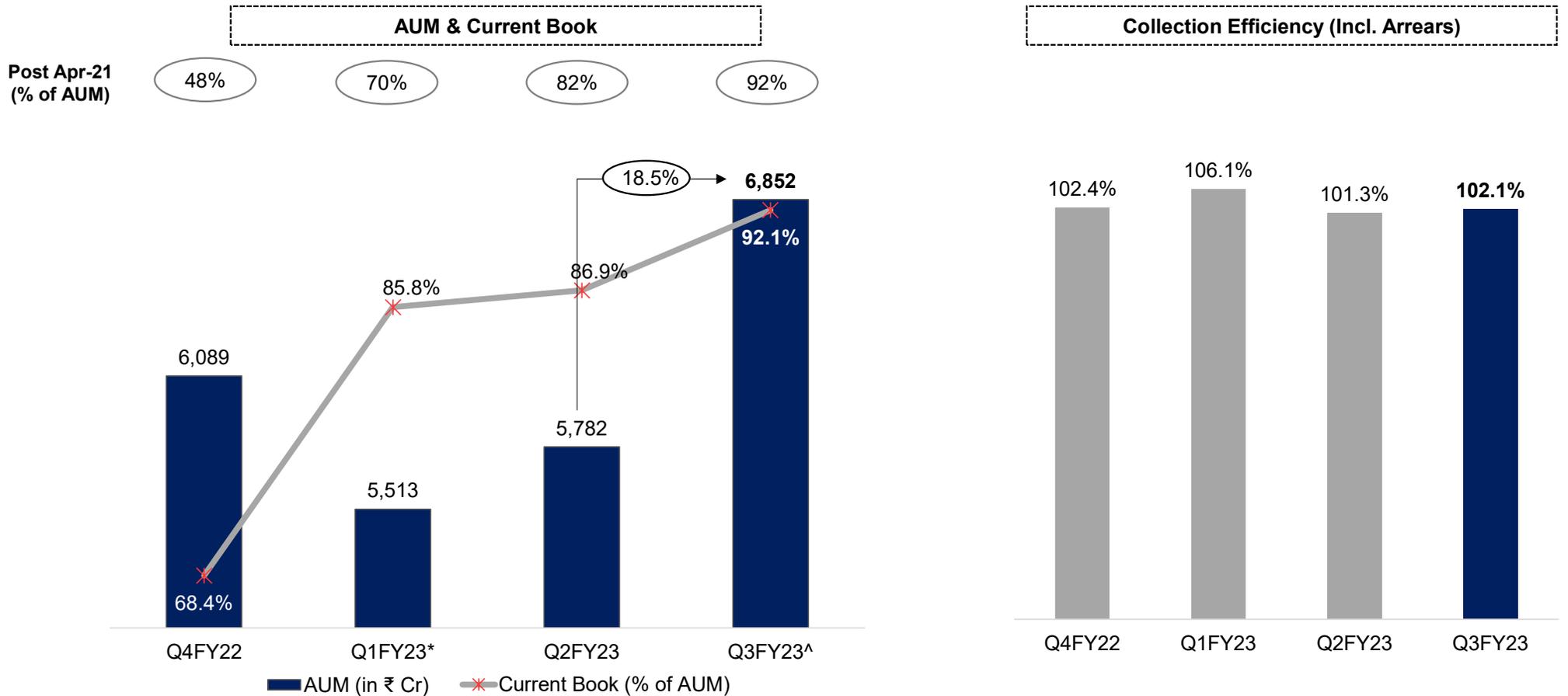
Disbursement (in ₹ Cr)





Improvement in current book from 68.4% to 92.1%

Collection efficiency continues to be stable



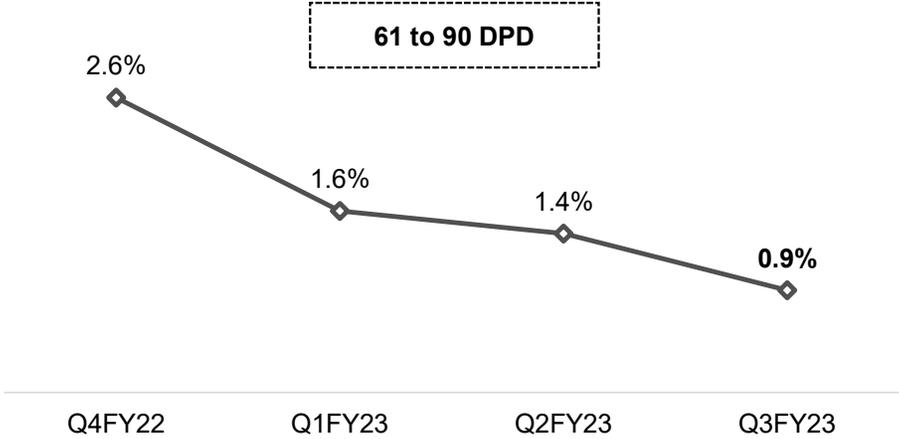
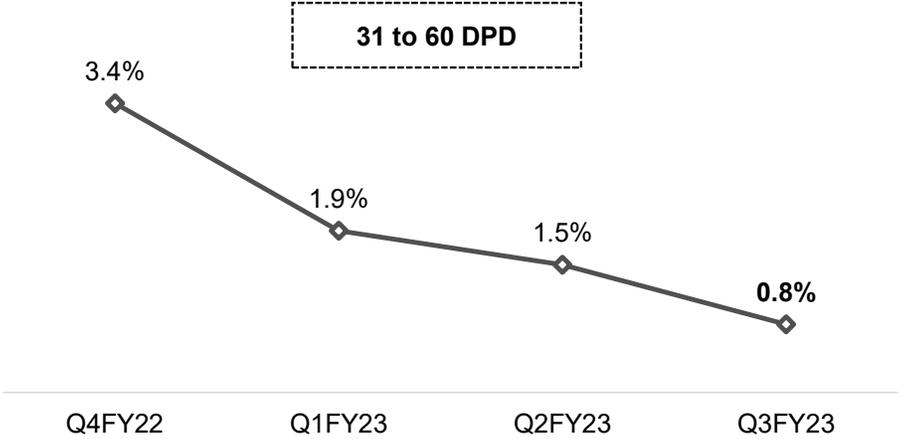
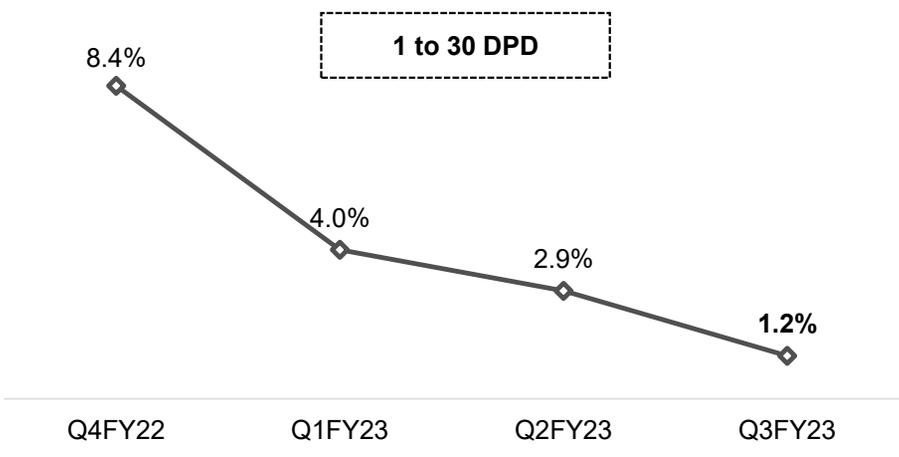
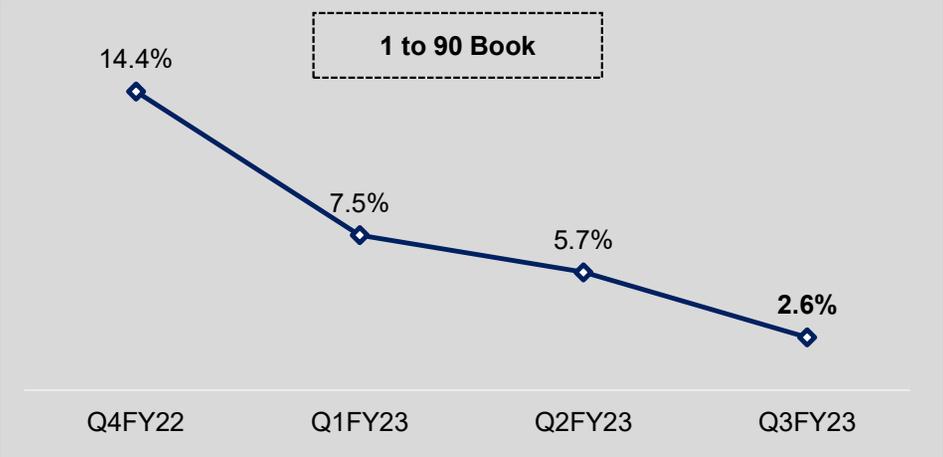
2.8% of AUM has flowed forward while the balance has been pulled back or stayed in the same bucket

* ₹702 Cr written-off during the quarter; ^ Post Sale of ₹117 Cr portfolio to ARC



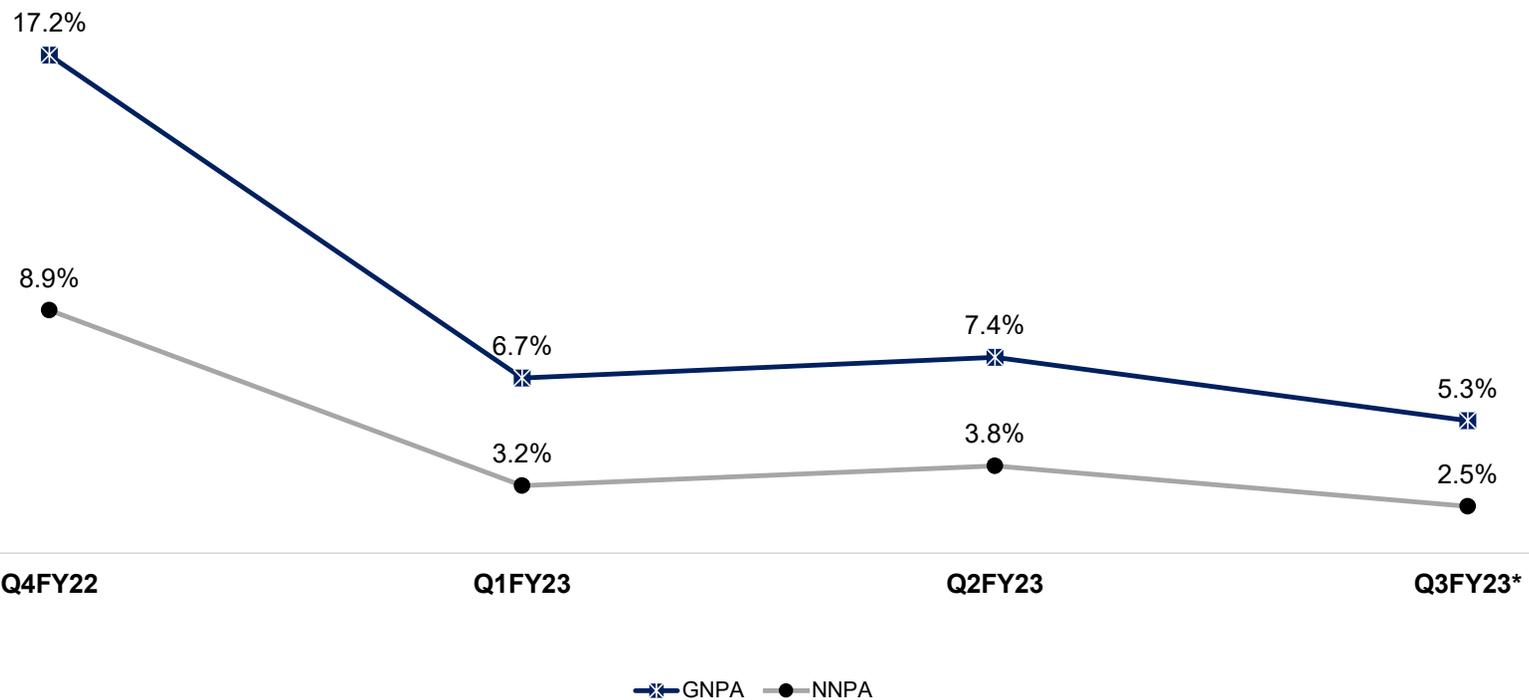
Consistent improvement in (1 to 90) book...

1 to 90 book down by 54% QoQ





... accompanied by GNPA & NNPA reduction...



- Provisions for NPA amounts to ₹191 Cr
- Total provisions of ₹272 Cr (4.0% of AUM) on Balance Sheet – sufficient to cover any risk in the portfolio

* Post Sale of ₹117 Cr portfolio to ARC



... with adequate provision on the Balance Sheet

Pre-Apr'21 book (7.7% of AUM) contributes 70% of GNPA

Provisioning & Coverage	Q3 FY23				Q2 FY23			
	AUM (₹ Cr)	% AUM	ECL Provision	Coverage	AUM (₹ Cr)	% AUM	ECL Provision	Coverage
Stage 1	6,390	93.25%	41	0.63%	5,190	89.76%	32	0.61%
Current	6,311	92.10%	39	0.62%	5,025	86.90%	28	0.57%
- 1-30	79	1.16%	2	1.98%	165	2.86%	3	2.05%
Stage 2	98	1.44%	41	41.60%	166	2.87%	43	25.83%
Stage 3*	364	5.31%	191	52.49%	426	7.37%	204	47.85%
Total	6,852	100%	272	3.98%	5,782	100%	279	4.82%

	Q3 FY23		Q2 FY23	
	SSFL	Consolidated	SSFL	Consolidated
GNPA#	5.10%	5.31%	7.31%	7.37%
NNPA	2.30%	2.52%	3.89%	3.84%
PCR	55.0%	52.49%	48.02%	47.85%
Capital Adequacy (CRAR %)		39.13%		45.24%

Impairment on financial instruments in Q3FY23 owing to	Amount (₹ Cr)
- Write-off (ARC & others)	67.9
- Change in ECL % from 47.9% to 52.5% on opening NPA	19.9
- On flow during Q3	41.5
- On stage 1, 2 & others	10.3
- Sale consideration (ARC), adjusted against impairment cost	(95.0)
	44.6

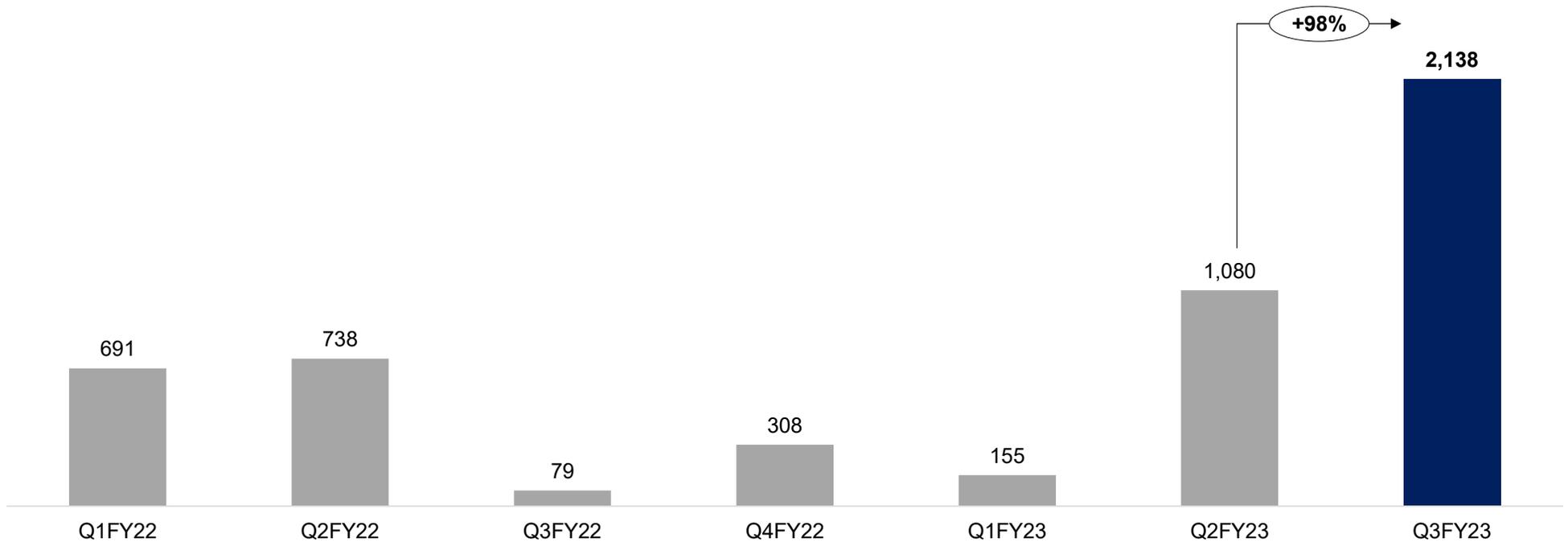
* Post sale of ₹117 Cr portfolio to ARC



Lender support continues to be strong

~98% growth in fund mobilization; 8 new lenders onboarded in Q3FY23

Total Borrowings (in ₹ Cr)

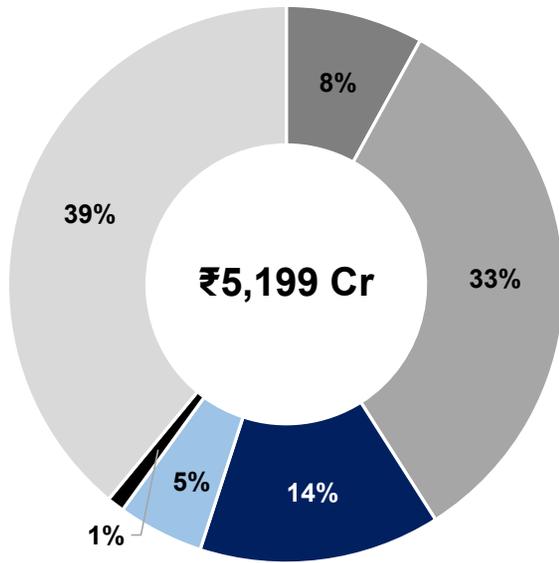


- Marginal cost of borrowing stable at 12.66% for Q3FY23 vs. 12.64% in Q2FY23
- Weighted average cost of borrowing at 11.5% vs. 11.2% end of Q2FY23



Diversified borrowing profile; Capital Adequacy at ~39%

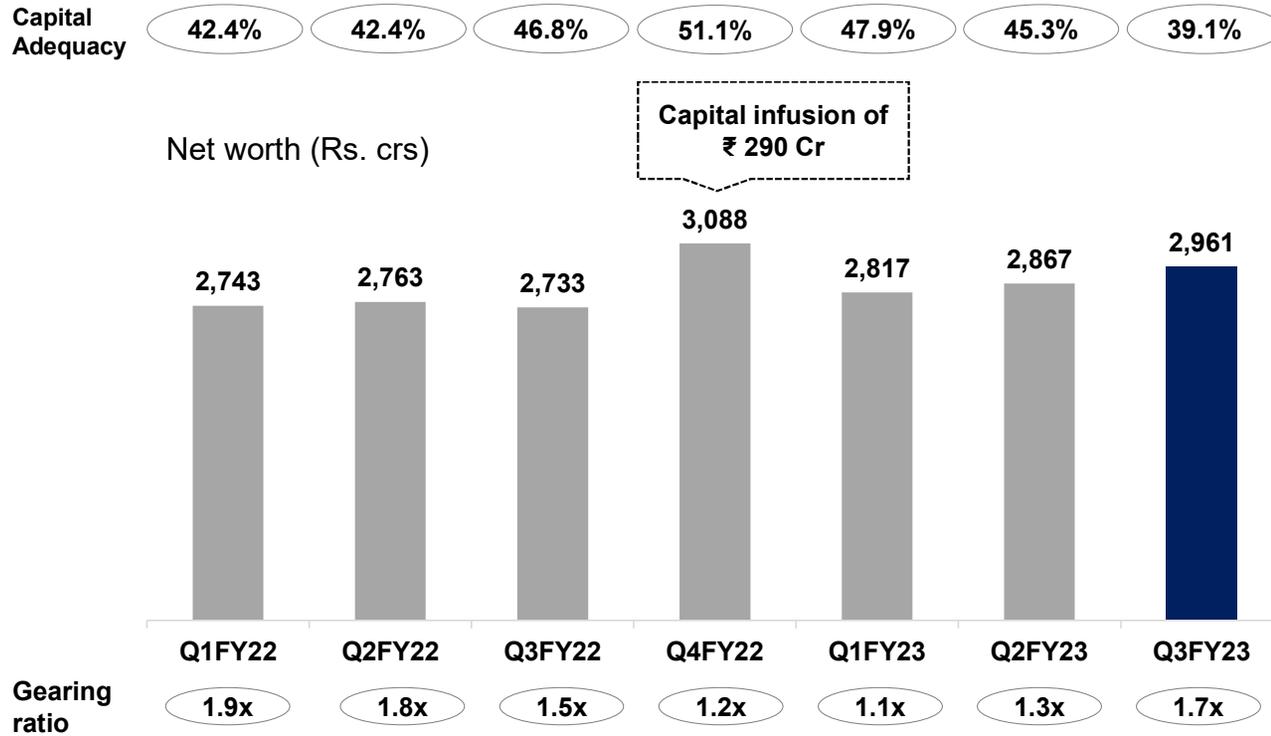
Diversified Funding Mix
(As on 31-Dec-22)



■ PSU ■ Private Banks ■ NBFC ■ FPI ■ DFI ■ Capital markets

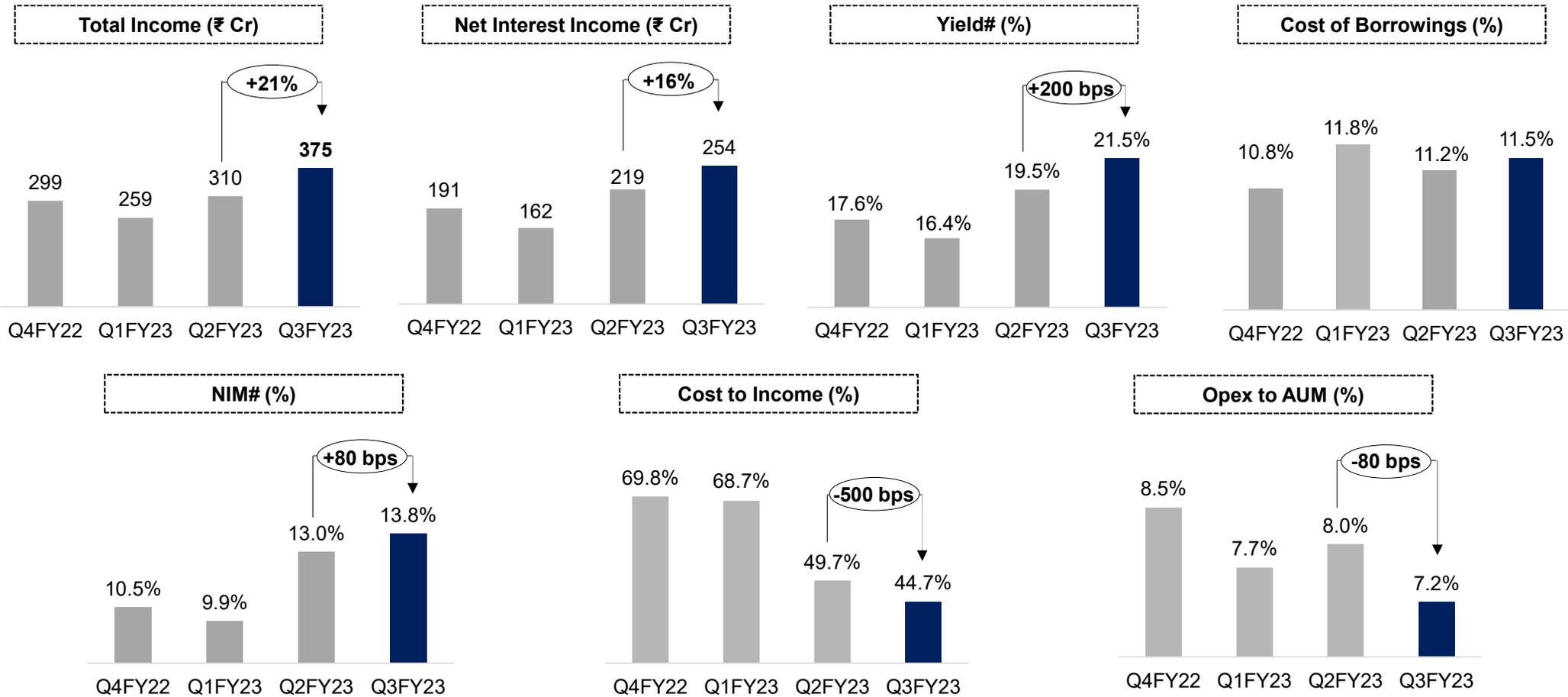
55% borrowings from Banks / FI's

Net-worth and Capital Adequacy





Financials showing a healthy movement (1/2)

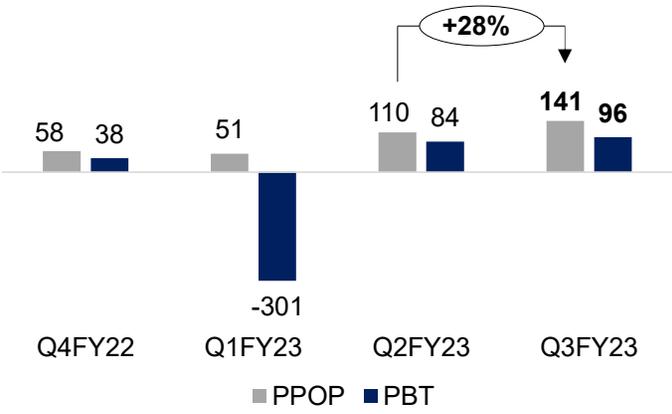


Excluding interest reversal of ₹38 Cr in Q1FY23, Yield is 19% and NIM is 12.4%

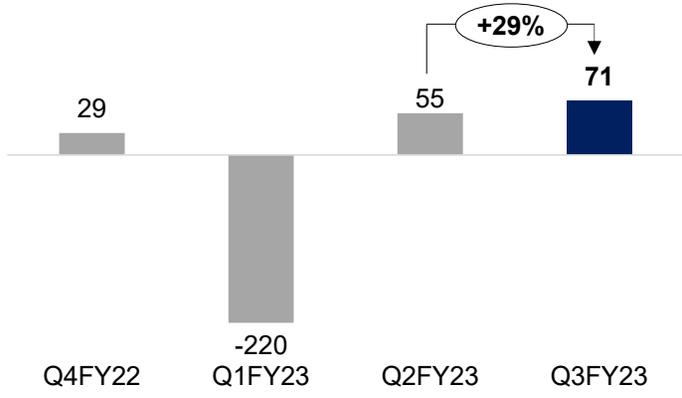


Financials showing a healthy movement (2/2)

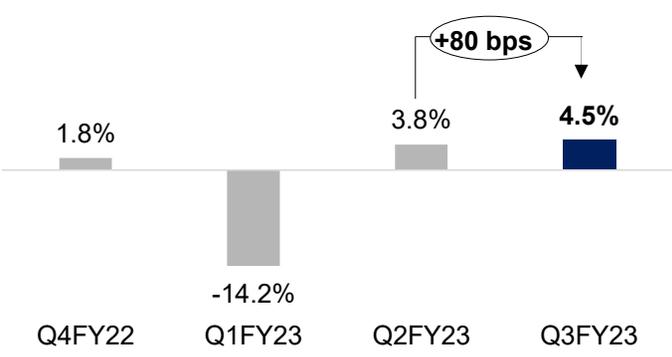
PPOP & PBT (₹ Cr)



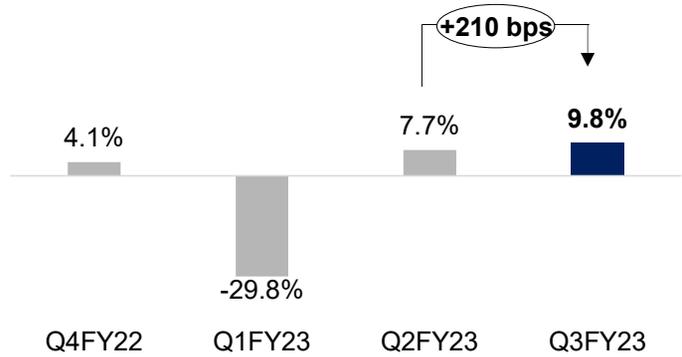
PAT (₹ Cr)



ROA (%)



ROE (%)





Consolidated Income Statement

Particulars (₹ Cr)	Q3 FY23	Q2 FY23	Q3 FY22
Revenue from Operations			
Interest income	337.7	276.5	328.5
Net gain on fair value changes	8.4	6.3	10.1
Other Income	8.5	14.9	7.5
Total income from operations	354.7	297.7	346.1
Non-operational Income	20.3	12.5	3.7
Total income	375.0	310.1	349.9
Expenses			
Finance cost	120.7	91.4	139.0
Net loss on financial assets and liabilities designated at fair value through profit or loss		-	(0.0)
Employee benefit expense	69.2	71.8	61.0
Depreciation and amortization expense	2.6	2.4	2.4
Other expenses	41.8	34.5	23.7
Total Expenses	234.4	200.1	226.1
Pre-Provision Operating Profit (PPOP)	140.6	110.0	123.8
Impairment on financial instruments and other provisions	44.6	25.8	64.3
Profit before Tax	96.0	84.3	59.5
Tax expense	24.7	29.1	14.4
Profit after tax	71.4	55.2	45.1



Consolidated Balance Sheet

Net-worth increased to ₹2,961 Cr

ASSETS (₹ Cr)	Dec 31, 2022	Mar 31, 2022
Financial Assets		
Cash and cash equivalents	1,024.6	727.2
Bank Balances other than cash and cash equivalents	139.0	475.1
Trade Receivables	30.5	20.1
Loan Portfolio	6,509.3	5,518.4
Investments	84.2	2.4
Other financial assets	122.1	74.5
Total Financial Assets	7,909.8	6,817.7
Non-Financial Assets		
Inventories	9.9	-
Current tax assets (net)	35.7	18.8
Deferred tax assets (net)	238.6	184.2
Property, Plant and Equipment	25.9	6.8
Intangible assets	4.9	7.1
Goodwill	17.4	17.4
Other non-financial assets	19.3	24.3
Total Non-financial assets	351.7	258.6
Total Assets	8,261.5	7,076.3

LIABILITIES & EQUITY (₹ Cr)	Dec 31, 2022	Mar 31, 2022
Financial Liabilities		
Debt Securities	2,914.5	1,778.2
Borrowings (Other than Debt Securities)	2,184.1	1,973.7
Subordinated Liabilities	20.2	20.2
Other Financial liabilities	122.8	131.2
Total Financial Liabilities	5,241.6	3,903.3
Non-Financial Liabilities		
Current Tax Liabilities (net)	7.7	28.2
Provisions	4.6	4.0
Other Non-Financial liabilities	46.5	50.9
Total Non-Financial Liabilities	58.8	83.1
Equity		
Equity Share Capital	71.0	69.1
Other Equity	2,889.8	3,018.5
Equity attributable to shareholders of the company	2,960.8	3,087.6
Non-Controlling Interest	0.2	2.4
Total Equity	2,961.1	3,089.9
Total Liabilities and Equity	8,261.5	7,076.3

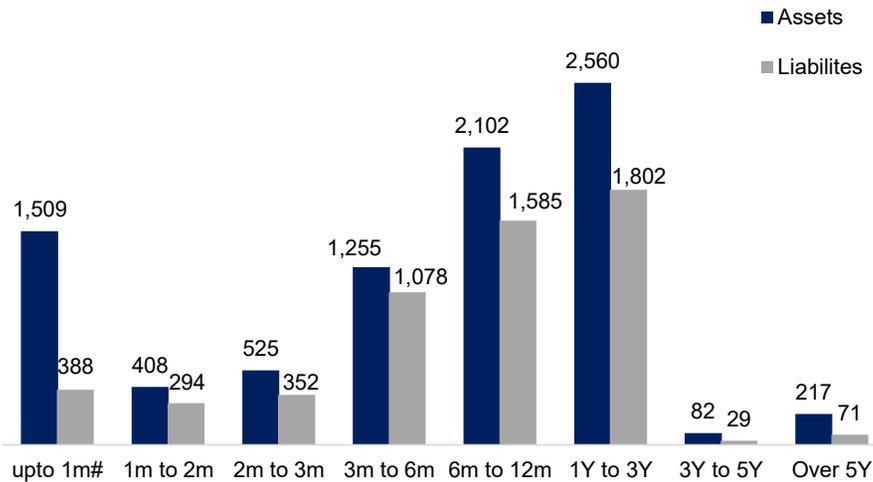


Annexure



Stable credit rating with comfortable liquidity position

Positive ALM[^] (₹ Cr)



- Positive ALM on cumulative basis with assets maturing faster than liabilities
- Closing free cash and bank balance (Rs. 1,025 Cr as on 31 Dec), sufficient to meet future liquidity needs.

Rating Instrument	Rating Agency	Rating	Year
Bank Facilities / NCD's	CRISIL/ ICRA	A Stable/ A- Stable	Sep 2022
Bank Facilities / NCD's/ MLD's	India-Ra	A Stable	Aug 2022
Bank Facilities/NCD's/ MLD's	India-Ra	A RWN	Jun 2022
Bank Facilities/NCD's/ MLD's	ICRA/India-Ra	A RWN/A-*	May 2022
Bank Facilities	CRISIL	A*	Apr 2022
Bank Facilities / NCD's/ MLD's	Ind-Ra/ICRA	A / A-*	Mar 2022
Bank Facilities / NCD's/ MLD's	Ind-Ra	A / A-	Dec 2021
Bank Facilities / NCD's/ MLD's	CRISIL/ ICRA	A / A-*	Nov 2021
Bank Facilities	CRISIL	A	Jul 2021
Bank Facilities / NCD's/ MLD's	Ind-Ra	A	Dec 2020
Bank Facilities / NCD's	ICRA	A-	Mar 2019

[^]Excludes DA amounting to 203 crs

*ratings under watch with developing implications;

#cash and cash equivalents (incl FDs)



SPANDANA

THANK YOU

