

BSE Limited  
**(Scrip Code: 511066)**  
Floor 25, P J Towers  
Dalal Street  
Fort  
**Mumbai – 400 001**

On-line Submission through Listing Centre  
Total No. of pages: 29

Dear Sir / Madam,

**Outcome of the Board Meeting held on 8th February 2024 - Regulations 30, 33, 46, 51, 52, 54, 60 and 62 of the Securities and Exchange Board of India (SEBI) (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations')**

We request you to refer our Letter SFL:BSE:BM:198:2023-24 dated 31st January 2024 intimating you of convening of Board Meeting on 8th February 2024 for consideration of unaudited financial results for the quarter ended 31st December 2023 and other matters.

In this regard, we wish to inform you that the Board of Directors of the Company have, at their meeting held today (**i.e., Thursday, 8th February 2024**), approved the following:

**1. Unaudited Financial Results**

Unaudited Financial Results for the quarter and nine months period ended 31st December 2023 in the prescribed format under Regulation 33(4) of the SEBI Listing Regulations 2015.

In this regard, we enclose copies of the following documents:

Sl No	Particulars	Annexure
1	Unaudited Financial Results for the quarter and nine months period ended 31st December 2023	A
2	Limited Review Report from the Statutory Auditors, M/s C S K Prabhu & Co., (FRN :002485S), Chartered Accountants, Coimbatore on the unaudited financial results for the quarter and nine months period ended 31st December 2023	B
3	The extract of results in the prescribed format under Listing Regulations will be published within the stipulated time in the manner laid down under Regulation 47 and 52 of the Listing Regulations in English and Tamil newspapers. The Unaudited Financial Results would also be made available on the website of the Company, <a href="http://www.sakthifinance.com">www.sakthifinance.com</a> as well as on the website of the BSE Limited, <a href="http://www.bseindia.com">www.bseindia.com</a> .	C



Sl No	Particulars	Annexure
4	Disclosures under Regulation 52(4) of the SEBI Listing Regulations 2015	D
5	A Security Cover Certificate for the Secured, listed NCDs from the Statutory Auditors, M/s C S K Prabhu & Co, Chartered Accountants as required under Regulation 54(3) read with Regulation 56(1)(d) of the Listing Regulations	E
6	Certificate on Utilisation of Funds and Statement of Deviation, if any for the quarter ended 30th September 2023 under Regulations 52(7) and 52 (7A) of Listing Regulations with Statutory Auditor's Certificate thereon	F

## 2. Redemption of Non-Convertible Debentures

Redemption of Non-Convertible Debentures ("**NCDs**") of face value of ₹ 1,000 each issued and allotted on 29th April 2022 under various Options I and II to the NCD holders, pursuant to the NCD Public Issue Prospectus dated 5th April 2022 on 29th April 2024. The details of NCD redemption is given below.

Option	ISIN	Scrip Code	Interest Payment Frequency	Redemption remarks	Amount (Principal) (₹ lakhs)
I	INE302E07409	937973	Monthly	100% of the principal amount plus interest for the month of April 2024 (up to April 28, 2024) to be paid along with the redemption proceeds as per the terms and conditions of the Prospectus dated April 5, 2022	₹ 826.37
II	INE302E07417	937975	Cumulative	100% of the principal amount plus accrued interest up to April 28, 2024 (i.e. for 2 years) will be paid along with redemption proceeds as per the terms and conditions of the Prospectus dated April 5, 2022	1,235.12
<b>Total</b>					<b>2,061.49</b>



- a. As per the terms and conditions of the Prospectus dated 5th April 2022, the record date shall be fifteen days prior to the redemption date. Accordingly, and as per Regulation 60 of Listing Regulations, the Company has fixed, **Monday, 15th April 2024**, as the record date for the purpose of determining the Debenture holders who are eligible to receive the redemption proceeds along with interest.
- b. As per the terms and conditions of the NCD Prospectus dated 5th April 2022, the repayment of maturity amount to debentures holders will be made on **Monday, 29th April 2024**.

**3. Issue of Securities under Private Placement Basis**

In terms of Regulation 30 and Regulation 51 read with Part B of Schedule III to the Listing Regulations and other regulations, as applicable, considered and approved raising of funds by way of Secured, Redeemable, Non-Convertible Debentures ("**NCDs**") of face value of ₹ 1,00,000 each for an amount up to ₹ 100 crores under Private Placement Basis (**Annexure – G**).

This is an intimation / disclosure under Regulations 30, 33, 46, 51, 52, 54, 60 and 62 and other applicable regulations, if any, of the Listing Regulations.

The Board Meeting commenced at 4.30 p.m and concluded at 9.35 p.m

We request you to take the above information / documents on record.

Yours faithfully  
For Sakthi Finance Limited



C Subramaniam  
Company Secretary and  
Compliance Officer  
FCS 6971



Encl:(7)

**Statement of Unaudited Financial Results for the Quarter and nine months ended 31st December 2023**

(₹ lakhs)

Sl No	Particulars	Quarter Ended			Nine months Ended		Year Ended
		31.12.2023	30.09.2023	31.12.2022	31.12.2023	31.12.2022	31.03.2023
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	<b>Revenue from Operations</b>						
	Interest Income	5,030.41	4,864.58	4,744.99	14,620.39	13,748.03	18,476.72
	Rental Income	15.34	16.90	7.73	48.83	23.20	30.94
	Fees and Commission	121.20	129.30	115.16	362.65	326.58	459.47
	Bad debts recovery	28.60	22.15	8.74	61.83	37.09	40.34
	Sale of power from Windmills	25.26	89.55	18.90	164.69	145.10	173.13
	<b>Total revenue from operations</b>	<b>5,220.81</b>	<b>5,122.48</b>	<b>4,895.52</b>	<b>15,258.39</b>	<b>14,280.00</b>	<b>19,180.60</b>
2	<b>Other Income</b>						
	Miscellaneous income	0.05	(0.05)	2.39	0.19	2.62	13.37
3	<b>Total Income</b>	<b>5,220.86</b>	<b>5,122.43</b>	<b>4,897.91</b>	<b>15,258.58</b>	<b>14,282.62</b>	<b>19,193.97</b>
	<b>Expenses</b>						
	a. Finance Costs	2,883.91	2,897.03	2,756.24	8,605.33	8,212.43	10,926.13
	b. Fees and commission expenses	25.05	32.80	25.34	83.23	81.07	107.44
4	c. Impairment on Financial Instruments	118.04	208.84	269.24	492.71	755.15	926.07
	d. Employee benefits expenses	1,006.83	892.10	895.79	2,762.39	2,437.62	3,246.21
	e. Depreciation, amortisation and impairment	147.16	147.11	138.41	438.77	407.38	546.93
	f. Other Administrative Expenses	456.89	425.34	430.07	1,319.57	1,197.70	1,705.22
	<b>Total Expenses</b>	<b>4,637.88</b>	<b>4,603.22</b>	<b>4,515.09</b>	<b>13,702.00</b>	<b>13,091.35</b>	<b>17,458.00</b>
5	<b>Profit before Exceptional items and Tax (3-4)</b>	<b>582.98</b>	<b>519.21</b>	<b>382.82</b>	<b>1,556.58</b>	<b>1,191.27</b>	<b>1,735.97</b>
6	Exceptional items	0.00	0.00	0.00	0.00	0.00	0.00
7	<b>Profit before tax (5-6)</b>	<b>582.98</b>	<b>519.21</b>	<b>382.82</b>	<b>1,556.58</b>	<b>1,191.27</b>	<b>1,735.97</b>
	<b>Tax expense:</b>						
8	a Current Tax	138.02	169.05	144.79	471.35	502.31	674.65
	b Deferred Tax	12.91	(24.99)	(77.82)	(66.80)	(215.10)	(188.05)
9	<b>Profit after Tax for the period from continuing operations (7-8)</b>	<b>432.05</b>	<b>375.15</b>	<b>315.85</b>	<b>1,152.03</b>	<b>904.06</b>	<b>1,249.37</b>
10	<b>Other Comprehensive Income:</b>						
	(i) Items that will not be reclassified to profit or loss :						
	a) Fair value changes in Equity instruments	(21.40)	43.84	21.28	47.10	71.15	36.38
	b) Remeasurement Gain / (Loss) in defined benefit obligations	1.20	(0.23)	1.84	2.48	2.76	6.06
	(ii) Income tax relating to items that will not be reclassified to profit or loss	5.08	(10.97)	(5.82)	(12.48)	(18.60)	(10.68)
11	<b>Other Comprehensive Income</b>	<b>(15.12)</b>	<b>32.64</b>	<b>17.30</b>	<b>37.10</b>	<b>55.31</b>	<b>31.76</b>
12	<b>Total Comprehensive Income for the period (9+11)</b>	<b>416.93</b>	<b>407.79</b>	<b>333.15</b>	<b>1,189.13</b>	<b>959.37</b>	<b>1,281.13</b>
13	Earnings per equity share (Face Value : ₹ 10 each) : (Not Annualised)						
	- Basic (₹)	0.67	0.58	0.49	1.78	1.40	1.93
	- Diluted (₹)	0.67	0.58	0.49	1.78	1.40	1.93



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**Notes:**

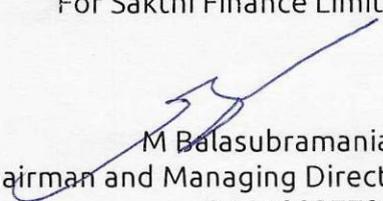
1. The above Unaudited Financial Results ("**UFR**") have been prepared in accordance with the Indian Accounting Standards ("**Ind AS**") notified under Section 133 of the Companies Act 2013 ("**the Act**") read with the Companies (Indian Accounting Standards) Rules 2015 and accordingly, these financial results together with the comparative reporting period have been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("**Ind AS 34**") in compliance with Regulation 33 and 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 ("**Listing Regulations**"), as amended. Any application guidance / clarifications / directions issued by the Reserve Bank of India will be implemented as and when they are issued / applicable.
2. The above UFR for the quarter and Nine months period ended 31st December 2023 have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on 8th February 2024.
3. The Statutory Auditors of the Company have conducted a limited review on the UFR for the quarter and nine months period ended 31st December 2023.
4. In terms of the requirement as per the RBI notification no. RBI/2019-20/170 DOR (NBFC).CC.PD.No.109/22.10.106/2019-20 dated 13th March 2020 on implementation of Ind AS, Non-Banking Financial Companies are required to create an impairment reserve for any shortfall in impairment allowances under Ind AS 109 and Income Recognition, Asset Classification and Provisioning ("**IRACP**") norms (including provision on standard assets). As such the impairment allowances under Ind AS 109 made by the company exceeds the total provisions required under IRACP (including standard assets provisioning) as at 31st December 2023 and accordingly, there is no amount required to be transferred to impairment reserve.
5. The Company's Secured, Redeemable, Non-Convertible Debentures ("**NCDs**") are secured by mortgage of identified immovable properties and hypothecation of specified hire purchase receivables of the Company with a cover of 100%/110% of outstanding (principal and interest accrued thereon) as per the terms of the issue.
6. As on December 31, 2023 the security cover available in respect of listed secured non-convertible debt securities is 1.10 times. The security cover certificate as per Regulation 54(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 is attached.
7. The Company has raised an amount of ₹ 146.86 Crores by way of Public Issue of NCDs during the 1st quarter. The proceeds of NCD has been fully utilized during the 2nd Quarter itself, for the object stated in the Prospectus dated 10th April, 2023 and there is no deviation.



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8. The Company is primarily engaged in the business of financing and accordingly there are no separate reportable segments as identified as per Ind AS 108 on 'Operating Segments'.
9. The Code on Social Security 2020 ("**the Code**") has been enacted and the effective date from which changes are applicable and the rules thereunder is yet to be notified. The actual impact on account of this change will be evaluated and accounted for when notification becomes effective.
10. Disclosure as required by Regulation 52(4) of the Listing Regulations is enclosed in **Appendix I**.
11. Previous period / year figures have been regrouped / re-arranged / re-classified, wherever necessary to conform to the current period presentation.

By Order of the Board  
For Sakthi Finance Limited

  
M Balasubramaniam  
Vice Chairman and Managing Director  
DIN : 00377053

8th February 2024  
Coimbatore - 18





**CSK PRABHU & CO**  
Chartered Accountants

PARTNERS

CSK PRABHU BCom FCA

MAHESH PRABHU BCom FCA DISA

SWETHA G N MCom FCA

ANNEXURE - B

**Independent Auditor's Review Report on Quarterly Unaudited Financial Results of the Company Pursuant to the Regulation 33 and Regulation 52 read with Regulation 63 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended)**

**Review Report**

To the Board of Directors of Sakthi Finance Limited, Coimbatore

**Introduction**

1. We have reviewed the accompanying unaudited financial results of Sakthi Finance Limited (the "Company") for the quarter ended December 31, 2023 and the year to date results for the period April 01, 2023 to December 31, 2023, which are included in the accompanying Statement of Unaudited Financial Results for the Quarter and Nine months ended December 31, 2023, ("the Statement") being submitted by the Company pursuant to the requirements of Regulation 33 and Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations, 2015"), including relevant circulars issued by the SEBI from time to time. We have initialed the Statement for identification purposes only.

**Management Responsibility for the Statement**

2. The Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" ("Ind AS 34"), prescribed under Section 133 of the Companies Act, 2013, read with relevant Rules issued thereunder, the circulars, Guidelines and Directions issued by Reserve Bank of India from time to time, other accounting principles generally accepted in India and is in compliance with the presentation and disclosure requirements of the Listing Regulations, 2015, including relevant circulars issued by SEBI from time to time, including compliance with Regulation 33 and Regulation 52 read with Regulation 63(2) of Listing Regulations, 2015. Our responsibility is to express a conclusion on the Statement based on our review.



## Scope of Review

3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, Review of Interim Financial Information Performed by the Independent Auditor of the Entity, issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements 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.

## Conclusion

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 Companies Act, 2013, read with relevant Rules issued thereunder, other accounting principles generally accepted in India and further in accordance with the relevant prudential norms issued by the Reserve Bank of India (RBI) in respect of Income recognition, asset classification, provisioning and other related matters (to the extent those are not inconsistent with the Indian Accounting Standards prescribed under Section 133 of the Companies Act, 2013), has not disclosed the information required to be disclosed in terms of Regulation 33, Regulation 52 and Regulation 54 of the Listing Regulations, 2015, including the manner in which it is to be disclosed or that it contains any material misstatement.

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**For CSK Prabhu & Co**  
**Chartered Accountants**  
**Firm Registration Number:002485S**



**CSK Prabhu**  
**Partner**

**Membership Number: 019811**

**UDIN: 24019811BKFAIW1637**

**Place: Coimbatore**

**Date: 08-02-2024**

**Sakthi Finance Limited**  
**Coimbatore - 18**

ANNEXURE - C

**Extract of Statement of Unaudited Financial Results for the  
Quarter and nine months ended 31st December 2023**

(₹ lakh)

Particulars	Quarter Ended			Nine months period		Year Ended
	31-12-2023	30-09-2023	31-12-2022	31-12-2023	31-12-2022	31-03-2023
	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
Total Revenue from Operations (net)	<b>5220.81</b>	5,122.48	4,895.52	<b>15,258.39</b>	14,280.00	19,180.60
Net Profit / (Loss) for the period (before tax and Exceptional Items)	<b>582.98</b>	519.21	382.82	<b>1,556.58</b>	1,191.27	1,735.97
Net Profit / (Loss) for the period before tax (after Exceptional Items)	<b>582.98</b>	519.21	382.82	<b>1,556.58</b>	1,191.27	1,735.97
Net Profit / (Loss) for the period after tax (after Exceptional Items)	<b>432.05</b>	375.15	315.85	<b>1,152.03</b>	904.06	1,249.37
Other Comprehensive Income (net of tax)	<b>(15.12)</b>	32.64	17.30	<b>37.10</b>	55.31	31.76
Total Comprehensive Income for the period [comprising Profit / (Loss) for the period (after tax) and Other Comprehensive Income (net of tax)]	<b>416.93</b>	407.79	333.15	<b>1,189.13</b>	959.37	1,281.13
Paid-up equity share capital (Face value : ₹ 10 per share)	<b>6470.59</b>	6,470.59	6,470.59	<b>6,470.59</b>	6,470.59	6,470.59
Reserves (excluding Revaluation Reserve)						<b>11,750.40</b>
Securities Premium	<b>1,429.80</b>	1,429.80	1,429.80	<b>1,429.80</b>	1,429.80	1,429.80
Net worth	<b>18,599.66</b>	18,218.46	17,607.14	<b>18,599.66</b>	17,607.14	17,927.28
Paid up Debt Capital/ Outstanding Debt	<b>0.34</b>	0.34	0.32	<b>0.34</b>	0.32	0.33
Outstanding Redeemable Preference Shares	<b>NA</b>	NA	NA	<b>NA</b>	NA	NA
Debt Equity Ratio	<b>6.16</b>	6.12	6.12	<b>6.16</b>	6.12	5.99
Earnings per share (₹ 10 each) (for continuing operations):						
a. Basic (₹)	<b>0.67</b>	0.58	0.49	<b>1.78</b>	1.40	1.93
b. Diluted (₹)	<b>0.67</b>	0.58	0.49	<b>1.78</b>	1.40	1.93
Capital Redemption Reserve	<b>NA</b>	NA	NA	<b>NA</b>	NA	NA
Debenture Redemption Reserve	<b>NA</b>	NA	NA	<b>NA</b>	NA	NA
Debt Service Coverage Ratio	<b>NA</b>	NA	NA	<b>NA</b>	NA	NA
Interest Service Coverage Ratio	<b>NA</b>	NA	NA	<b>NA</b>	NA	NA

Notes :

- The above is an extract of the detailed format of the Unaudited Financial Results filed with Stock Exchange under Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015. The full format of the Unaudited Financial Results are available on the BSE Ltd website ([URL:www.bseindia.com/corporates](http://www.bseindia.com/corporates)) and company's website, [www.sakthifinance.com](http://www.sakthifinance.com).
- Disclosures in accordance with Regulation 52(4) of the Listing Regulations have been submitted to BSE Limited and the disclosures can be accessed on the BSE website ([URL : www.bseindia.com/corporates](http://www.bseindia.com/corporates)) and company's website, [www.sakthifinance.com](http://www.sakthifinance.com).



By Order of the Board  
For Sakthi Finance Limited

M Balasubramaniam  
Vice Chairman and Managing Director  
DIN 00377053

8th February 2024  
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ANNEXURE - D

**Sakthi Finance Limited  
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**Appendix - I**

**Compliance related to disclosure of certain ratios and other financial information as required  
under Regulation 52(4) of the Listing Regulations**

(₹ lakhs)

Sl No	Particulars	Quarter Ended			Nine months Ended		Year Ended
		31st December 2023	30th September 2023	31st December 2022	31st December 2023	31st December 2022	31st March 2023
1	Debt - Equity Ratio (Refer Note 2)	6.16	6.12	6.12	6.16	6.12	5.99
2	Debt Service Coverage Ratio	NA	NA	NA	NA	NA	NA
3	Interest Service Coverage Ratio	NA	NA	NA	NA	NA	NA
4	Outstanding Redeemable Preference Shares (quantity and value)	NA	NA	NA	NA	NA	NA
5	Capital Redemption Reserve	Nil	Nil	Nil	Nil	Nil	Nil
6	Debenture Redemption Reserve	Nil	Nil	Nil	Nil	Nil	Nil
7	Net worth (Refer Note 3)	18,599.66	18,218.46	17,607.14	18,599.66	17,607.14	17,927.28
8	Net profit / (loss) after tax	432.05	375.15	315.85	1152.03	904.06	1,249.37
9	Earnings per Share						
	- Basic	0.67	0.58	0.49	1.78	1.40	1.93
	- Diluted	0.67	0.58	0.49	1.78	1.40	1.93
10	Current Ratio	NA	NA	NA	NA	NA	NA
11	Long Term debt to Working Capital	NA	NA	NA	NA	NA	NA
12	Bad Debts to Accounts Receivable Ratio	NA	NA	NA	NA	NA	NA
13	Current Liability Ratio	NA	NA	NA	NA	NA	NA



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Sl No	Particulars	Quarter Ended			Nine months Ended		Year Ended
		31st December 2023	30th September 2023	31st December 2022	31st December 2023	31st December 2022	31st March 2023
14	Total debts to total Assets (Refer Note 4)	0.75	0.75	0.76	0.75	0.76	0.75
15	Debtor turnover	NA	NA	NA	NA	NA	NA
16	Inventory turnover	NA	NA	NA	NA	NA	NA
17	Operating Margin (%)	NA	NA	NA	NA	NA	NA
18	Net Profit margin (%) (Refer Note 5)	8.28%	7.32%	6.45%	7.55%	6.33%	6.51%
19	<b>Sector specific equivalent ratios, as applicable</b>						
	i) Gross Non-performing Assets (GNPA) % (Refer Note 6)	5.59%	5.87%	6.24%	5.59%	6.24%	5.85%
	ii) Net Non-Performing Assets (NNPA) % (Refer Note 7)	2.91%	3.05%	3.16%	2.91%	3.16%	2.95%
	iii) Provision Coverage Ratio (PCR %) (Refer Note 8)	49.46%	49.64%	51.02%	49.46%	51.02%	51.11%
	iv) Capital Adequacy Ratio (%) (Refer Note 9)	18.01%	17.26%	19.09%	18.01%	19.09%	19.68%

**Notes :**

1. Certain ratios/line items marked with remark "NA" are not applicable since the Company is a Non-Banking Financial Company registered with the Reserve Bank of India
2. Debt - Equity ratio = [Debt Securities + Borrowings (Other than Debt Securities) + Deposits + Subordinated Liabilities] / [Equity Share capital + Other Equity]
3. Net worth = [Equity shares Capital + Other Equity]
4. Total debts to total assets = [Debt Securities + Borrowings (Other than Debt Securities) + Deposits + Subordinated Liabilities] / Total Assets
5. Net profit margin (%) = Profit after tax / Total Income
6. Gross Non-performing Assets (GNPA) % = Gross Stage III Assets / Gross Loan Assets
7. Net Non-performing Assets (NNPA) % = [Gross Stage III Assets - Impairment Loss Allowance for Stage III Assets] / [Gross Loan Assets - Impairment Loss Allowance for Stage III Assets]
8. Provision Coverage Ratio (PCR %) = Impairment loss allowance for Stage III assets / Gross Stage III Assets
9. Capital Adequacy Ratio has been computed as per relevant RBI guidelines





**CSK PRABHU & CO**  
Chartered Accountants

PARTNERS

CSK PRABHU BCom FCA

MAHESH PRABHU BCom FCA DISA

SWETHA G N MCom FCA

To

ANNEXURE - E

**Board of Directors  
Sakthi Finance Limited  
62, Dr.Nanjappa Road  
Coimbatore - 641 018**

**Independent Auditor's Certificate on Security Cover as at 31<sup>st</sup> December 2023 under Regulation 54 read with Regulation 56(1)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 ("Listing Regulations") as amended for submission to BSE Limited and Catalyst Trusteeship Limited ("the Debenture Trustee)**

1. The Certificate is issued in accordance with the terms of our engagement letter dated 01<sup>st</sup> February 2024.
2. We, M/s. CSK Prabhu & Co, Chartered Accountants, the Statutory Auditor of Sakthi Finance Limited ("**the Company**"), have been requested by the management of the Company to certify the book value of assets charged against the listed Secured Non-Convertible Debentures ("**NCDs**") ("**Listed Debt Securities**") issued by the Company mentioned in the accompanying "**Statement of Security Cover as on December 31, 2023**" in "**Annexure B**" and compliance with financial covenants in respect of Listed Secured Non-Convertible Debentures of the Company issued and outstanding as at December 31, 2023 as given in the accompanying "**Statement of Security Cover and Compliance with Covenants as on December 31, 2023**" in "**Annexure A**" (Annexure A and Annexure B hereinafter together referred to as "**the Statements**")

The Statements are prepared by the Company from the unaudited books of accounts and other relevant records and documents maintained by the company as at December 31, 2023 pursuant to requirements SEBI Operational of Circular no. SEBI/HO/DDHS/P/CIR/2023/50 dated 31<sup>st</sup> March, 2023 issued by the Securities and Exchange Board of India ("**SEBI**") in terms of Regulation 54 read with Regulation 56(1)(d) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 and Regulation 15(1)(t) of the Securities and Exchange Board of India (Debenture Trustees) Regulations 1993 (hereinafter referred together as the "**the SEBI Regulations**"), as amended, for the purpose of submission to the Stock Exchange ("**BSE Ltd**") and to Debenture Trustee of the Listed Debt Securities. The Statements have been initialed by us for identification purpose only. The Company has entered into agreements with the Debenture Trustee ("**Debenture Trust Deeds**") in respect of debentures as indicated in the Statement.



## Management's Responsibility for the Statements

3. The preparation of the accompanying Statements is the responsibility of the Management of the Company, including the preparation and maintenance of all accounting and other relevant supporting records and documents. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and presentation of the Statements, and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances.
4. The Management of the Company is also responsible for ensuring that the Company complies with all the relevant requirements of the SEBI Regulations and for providing all relevant information to the Debenture Trustees and for complying with all the covenants as prescribed in terms of the respective Debenture Trust Deed/Prospectus including the maintenance of Security Cover and in the manner as may be specified by SEBI and adherence with all other applicable conditions mentioned in the SEBI Regulations in connection with the Statements.

## Auditor's Responsibility

5. Pursuant to the requirements of SEBI Operational Circular No. SEBI/HO/DDHS/P/CIR/2023/50 dated 31st March, 2023 issued by the Securities and Exchange Board of India, our responsibility for the purpose of this certificate is to provide a limited assurance regarding:
  - a) whether the book value of the assets of the Company in the accompanying **Annexure B** have been accurately extracted and ascertained from the un-audited books of accounts of the Company and other relevant records and documents maintained by the Company; and
  - b) whether the Company has complied with financial covenants of the debentures.
6. We conducted our examination and obtained the explanations in accordance with the Guidance Note on Reports or Certificates for Special Purposes (the "**Guidance Note**") issued by the ICAI, in so far as applicable for the purpose of this Certificate, which includes the concepts of test checks and materiality. The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by the ICAI.
7. We have complied with the relevant applicable requirements of the Standard on Quality Control ("**SQC**") 1, Quality Control for Firms that perform Audits and Reviews of Historical Financial Information and Other Assurance and Related Services Engagements.



8. A limited assurance engagement involves making inquiries, primarily of the Company's personnel responsible for financial and accounting matters and applying analytical and other review procedures. The procedures performed vary in nature and timing from a reasonable assurance engagement. Consequently, the level of assurance obtained in a limited assurance engagement is substantially lower than the assurance that would have been obtained had a reasonable assurance engagement been performed.

Accordingly, we have performed the following procedures in relation to the statement:

- a) Obtained the Statements from the management.
- b) Verified that the information contained in the Statements have been accurately extracted and ascertained from the un-audited books of accounts of the Company as at and for the Period ended December 31, 2023 and other relevant records and documents maintained by the Company, in the normal course of its business.
- c) Examined and verified the arithmetical and clerical accuracy of the information included in the Statements.
- d) Reviewed the terms and conditions contained in the Prospectus(es)/ Debenture Trust Deed(s) to understand the nature of charge (viz. exclusive charge or *pari passu* charge) on the assets of the Company.
- e) Obtained Register of Charges kept by the Company as per the requirements of the Companies Act 2013 to understand the composition of charges already created on the assets of the company and traced the value of charge created against assets to the security cover indicated in the Statements on a test check basis.
- f) Read the terms relating to financial covenants of the debentures and recomputed the financial covenants.
- g) Performed necessary inquiries with the management and obtained necessary representations.

## Conclusion

9. Based on the procedures performed as referred to in paragraph 8 above and according to the information and explanations provided to us by the Management of the Company, nothing has come to our attention that causes us to believe that:
- a. the particulars contained in the accompanying **Annexure B** with respect to the Book Values of Assets (at Cost) charged against Listed Debt Securities issued by the Company have not been accurately extracted and ascertained



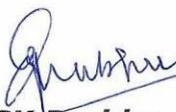
from the unaudited books of accounts of the Company for the period ended as at December 31, 2023, and other relevant records and documents maintained by the Company; and

- b. the Company has not complied with financial covenants of the Debentures as mentioned in the accompanying **Annexure A**.

### **Restriction on Use**

10. This certificate is addressed to and provided to the Board of Directors of the Company solely for the purpose of submission to Debenture Trustees, BSE Ltd and SEBI in accordance with the SEBI Regulations and should not be used by any other person or for any other purposes without our prior consent in writing. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this certificate is shown or into whose hands it may come without our prior consent in writing.

**For CSK Prabhu & Co**  
**Chartered Accountants**  
**Firm Reg. No.: 002485S**

  
**CSK Prabhu**  
**Partner**



**Membership No.019811**

**UDIN: 24019811BKFAIX5724**

Coimbatore

08<sup>th</sup> February 2024

**Statement of Security Cover and Compliance with Covenants as on December 31, 2023**

Security cover in respect of listed debt securities of the listed entity under SEBI Operational Circular No SEBI/HO/DDHS/P/CIR/2023/50 dated 31st March 2023

We hereby certify that:

A. The listed entity i.e. **Sakthi Finance Limited** (the '**Company**') has vide its Board Resolutions, Prospectus and under various Debenture Trust Deeds, issued the Listed Debt Securities (Non-Convertible Debentures/NCDs) and the amount outstanding as at December 31, 2023 (including interest accrued) is Rs.39,554.57 Lakhs as per **Exhibit 1**.

**B. Security cover for Secured Debt Securities**

- i) The financial information as on December 31, 2023, has been extracted from the unaudited books of account as at and for the period ended December 31, 2023 and other relevant records and documents maintained by the Company.
- ii) The book value of assets of the Company at cost provide coverage of 1.10 times of the interest and principal amount, which is in accordance with the terms of the Issue/Debenture Trust Deed (Calculation as per "Statement of Security Cover as on December 31, 2023") ("**Annexure B**").

**C. Compliance of all the Covenants/Terms of the issue in respect of Listed Debt Securities of the Listed Entity**

We confirm that the Company has complied with all the Financial Covenants of the Listed Non-Convertible Debentures outstanding as at December 31, 2023, including the following:



<b>NCD</b>	<b>Financial Covenants</b>	<b>Status</b>
All Listed NCDs Outstanding as at December 31, 2023	Maintain 100% Security Cover or Security Cover as per the terms of Prospectus and/or Debenture Trust Deeds at all the time on Total Amount Outstanding (including Interest Accrued) for the NCDs as at December 31, 2023.	Complied

**Notes:**

1. This Statement is prepared in accordance with Regulation 15(1)(t) of the Securities and Exchange Board of India (Debenture Trustees) Regulations, 1993 as amended vide Notification No. SEBVLAO-NRO/GN/2020/34 dated October 8, 2020 and Notification No. SEBVJ.ADNRO/GN/2022/78 dated April 11, 2022 and Regulation 54 read with Regulation 56(1)(d) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015 as amended by SEBI Operational Circular No. SEBI/HO/DDHS/P/CIR/2023/50 dated 31st March 2023.
2. Other than what has been stated above, there is/are no covenant/s specified in the Prospectus of the listed non-convertible debt securities that the Company needs to comply with.
3. The assets offered as security are loans given by the Company and hence not eligible for market valuations. Wherever Immovable Properties are offered as security for Listed Debt Securities, market valuations have been obtained by the Company.

For Sakthi Finance Limited

Coimbatore  
08<sup>th</sup> February, 2024



*[Signature]*  
Srinivasan Anand  
Chief Financial Officer



**Exhibit 1**

Outstanding Secured Non- Convertible Debentures (including interest accrued)  
as at December 31, 2023:

S. No	Issue	ISIN	Instrument	Type of Charge	Sanctioned Amount (Rs in lakhs)	Interest Accrued (Rs in lakhs)	TDS Deducted (Rs in lakhs)	Outstanding Amount (Rs in lakhs)	Cover Required (Rs in lakhs)	Assets Required (Rs in lakhs)
1	NCD Public Issue - IV	INE302E07300	Non Convertible Debentures	Exclusive	1,894.23	-	-	1,894.23	1,894.23	1,894.23
2	NCD Public Issue - IV	INE302E07318	Non Convertible Debentures	Exclusive	248.73	19.13	-	267.86	267.86	267.86
3	NCD Public Issue - IV	INE302E07326	Non Convertible Debentures	Exclusive	1,129.16	489.92	-	1,619.08	1,619.08	1,619.08
4	NCD Public Issue - V	INE302E07359	Non Convertible Debentures	Exclusive	1,663.12	-	-	1,663.12	1,663.12	1,663.12
5	NCD Public Issue - V	INE302E07367	Non Convertible Debentures	Exclusive	1,595.15	419.94	-	2,015.09	2,015.09	2,015.09
6	NCD Public Issue - V	INE302E07375	Non Convertible Debentures	Exclusive	3,566.23	-	-	3,566.23	3,566.23	3,566.23
7	NCD Public Issue - V	INE302E07383	Non Convertible Debentures	Exclusive	2,106.90	570.46	-	2,677.36	2,677.36	2,677.36
8	NCD Public Issue - VI	INE302E07409	Non Convertible Debentures	Exclusive	826.37	-	-	826.37	826.37	826.37
9	NCD Public Issue - VI	INE302E07417	Non Convertible Debentures	Exclusive	1,235.12	187.12	-	1,422.24	1,422.24	1,422.24
10	NCD Public Issue - VI	INE302E07425	Non Convertible Debentures	Exclusive	412.01	-	-	412.01	412.01	412.01
11	NCD Public Issue - VI	INE302E07433	Non Convertible Debentures	Exclusive	681.25	106.44	-	787.69	787.69	787.69
12	NCD Public Issue - VI	INE302E07441	Non Convertible Debentures	Exclusive	227.64	-	-	227.64	227.64	227.64
13	NCD Public Issue - VI	INE302E07458	Non Convertible Debentures	Exclusive	126.30	20.33	-	146.63	146.63	146.63



14	NCD Public Issue - VI	INE302E0 7466	Non Convertible Debentures	Exclusive	4,374.51	-	-	4,374.51	4,374.51	4,374.51
15	NCD Public Issue - VI	INE302E0 7474	Non Convertible Debentures	Exclusive	2,116.80	381.40	-	2,498.20	2,498.20	2,498.20
16	NCD Public Issue - VII	INE302E0 7573	Non Convertible Debentures	Exclusive	1,348.77	-	-	1,348.77	1,348.77	1,348.77
17	NCD Public Issue - VII	INE302E0 7508	Non Convertible Debentures	Exclusive	1,953.26	116.08	-	2,069.34	2,069.34	2,069.34
18	NCD Public Issue - VII	INE302E0 7540	Non Convertible Debentures	Exclusive	656.18	-	-	656.18	656.18	656.18
19	NCD Public Issue - VII	INE302E0 7516	Non Convertible Debentures	Exclusive	1,540.08	94.11	-	1,634.19	1,634.19	1,634.19
20	NCD Public Issue - VII	INE302E0 7557	Non Convertible Debentures	Exclusive	210.19	-	-	210.19	210.19	210.19
21	NCD Public Issue - VII	INE302E0 7490	Non Convertible Debentures	Exclusive	251.01	15.76	-	266.77	266.77	266.77
22	NCD Public Issue - VII	INE302E0 7565	Non Convertible Debentures	Exclusive	5,075.37	-	-	5,075.37	5,075.37	5,075.37
23	NCD Public Issue - VII	INE302E0 7524	Non Convertible Debentures	Exclusive	1,615.48	109.62	-	1,725.10	1,725.10	1,725.10
24	NCD Public Issue - VII	INE302E0 7532	Non Convertible Debentures	Exclusive	2,035.70	134.70	-	2,170.40	2,170.40	2,170.40
<b>Total</b>					<b>36,889.56</b>	<b>2,665.01</b>	<b>-</b>	<b>39,554.57</b>	<b>39,554.57</b>	<b>39,554.57</b>



Annexure - B  
 Statements of Security Cover as on December 31, 2023  
 (All amounts are Rs. In Lakhs)

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	Description of asset for which this certificate relate	Exclusive Charge	Exclusive Charge	Pari-Passu Charge	Pari-Passu Charge	Pari-Passu Charge	Assets not offered as Security	Elimination (amount in negative)	(Total C to H)	Related to only those items covered by this certificate				
		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 considered 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			
<b>ASSETS</b>														
Property, Plant and Equipment		3.44	-	No	-	-	5,699.34	-	5,702.78	84.07	-	-	-	84.07
Capital Work-in- Progress		-	-	NA	-	-	-	-	-	-	-	-	-	-
Right of Use Assets		-	-	NA	-	-	934.82	-	934.82	-	-	-	-	-
Goodwill		-	-	NA	-	-	-	-	-	-	-	-	-	-
Intangible Assets		-	-	NA	-	-	171.39	-	171.39	-	-	-	-	-
Intangible Assets under Development		-	-	NA	-	-	67.79	-	67.79	-	-	-	-	-
Investment Property		-	-	NA	-	-	267.32	-	267.32	-	-	-	-	-
Investments		-	-	NA	-	-	898.47	-	898.47	-	-	-	-	-
Loans	Standard Loan Receivables	43,629.89	37,800.34	No	-	-	40,738.54	-	1,22,168.76	-	43,629.89	-	-	43,629.89
Inventories		-	-	NA	-	-	-	-	-	-	-	-	-	-
Trade Receivables		-	-	NA	-	-	293.95	-	293.95	-	-	-	-	-
Cash and Cash Equivalents		-	-	NA	-	-	3,797.22	-	3,797.22	-	-	-	-	-
Bank Balances other than Cash & Cash Equivalents		-	-	NA	-	-	43.77	-	43.77	-	-	-	-	-
Others		-	-	-	-	-	-	-	-	-	-	-	-	-
Other Financial Assets		-	-	NA	-	-	1,469.67	-	1,469.67	-	-	-	-	-
Deferred Tax Assets		-	-	NA	-	-	449.62	-	449.62	-	-	-	-	-
Other Non-Financial Assets		-	-	NA	-	-	1,860.24	-	1,860.24	-	-	-	-	-
<b>Total</b>		<b>43,633.33</b>	<b>37,800.34</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>56,692.14</b>	<b>-</b>	<b>1,38,125.80</b>	<b>84.07</b>	<b>43,629.89</b>	<b>-</b>	<b>-</b>	<b>43,713.96</b>



Annexure - B  
 Statements of Security Cover as on December 31, 2023  
 (All amounts are Rs. In Lakhs)

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	Description of asset for which this certificate relate	Exclusive Charge	Exclusive Charge	Pari-Passu Charge	Pari-Passu Charge	Pari-Passu Charge	Assets not offered as Security	Elimination (amount in negative)	(Total C to H)	Related to only those items covered by this certificate				
		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 considered 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			
<b>LIABILITIES</b>														
Debt securities to which this certificate pertains	Secured Non Convertible Debentures (Listed)	39,554.57	12,466.47	-	-	-	12,166.52	-	64,187.56	-	39,554.57	-	-	39,554.57
Other debt sharing pari-passu charge with above debt														
Other Debt							2,452.54		2,452.54					
Subordinated debt							24,824.21		24,824.21					
<b>Borrowings</b>														
Bank			13,773.39						13,773.39					
Debt Securities														
Others														
Term Loan from Others		not to be filled	2,456.24						2,456.24					
Public Deposits							6,525.73		6,525.73					
Trade payables							304.12		304.12					
Lease Liabilities							268.12		268.12					
Provisions							163.08		163.08					
<b>Others</b>														
Other Financial Liabilities			5.00				1,645.99		1,650.99					
Other non-Financial Liabilities							57.87		57.87					
Current Tax Liabilities							38.48		38.48					
<b>Total</b>		39,554.57	28,701.10				48,446.66		1,16,702.33		39,554.57			39,554.57
<b>Cover on Book Value</b>		1.10			Not Applicable									
<b>Cover on Market Value</b>														1.11
		Exclusive Security Cover Ratio			Pari-Passu Security Cover Ratio									

Note: 1. The Market Value of Immovable Assets are taken as per External Valuation Report dated March 31, 2022

2. The above amounts have been extracted from the un-audited financial results for the quarter and period ended December 31, 2023

3. The Cost mentioned in Column C relating to Property, Plant & Equipment represents Cost to the Company (non-revalued).

4. The Company has complied with all the covenants specified in respect of all Listed Non-Convertible Securities.





**CSK PRABHU & CO**  
Chartered Accountants

PARTNERS

CSK PRABHU BCom FCA

MAHESH PRABHU BCom FCA DISA

SWETHA G N MCom FCA

ANNEXURE - F

**Independent Auditor's Certificate on the manner of utilization of the funds raised through the Public Issue of Secured Redeemable Non-Convertible Debentures as required by Regulation 52(7) of the Securities and Exchange Board of India (Listing Obligation and Disclosure Requirements) Regulations, 2015, ("the Listing Regulations")**

To

Catalyst Trusteeship Limited  
"GDA House",  
Plot No.85, Bhusari Colony (Right)  
Paud Road  
Pune - 411038

Dear Sirs/Madam,

We, CSK Prabhu & Co., Chartered Accountants (ICAI FRN:002485S), the Statutory Auditors of Sakthi Finance Limited (hereinafter referred as "**the Company**") have been requested by the Company to verify and certify the utilization of funds raised through Public Issue of Secured Redeemable Non-Convertible Debentures (hereinafter referred to as "**the NCD Public Issue-7**") in terms of the Prospectus dated 10th April 2023 for the objects for which it was raised, as required by Regulation 52(7) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended ("**the Listing Regulations**").

The accompanying statement of utilization of proceeds of the NCD Public Issue-7 ("**the Statement**") during the period from 08.05.2023 to 31.12.2023 as per the requirements of the Listing Regulations has been prepared by the Management of the Company, which we have initialed for identification purposes only.

**Management's Responsibility for the Statement**

The preparation of the accompanying Statement is the responsibility of the Management of the Company. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and presentation of the Statement, and applying an appropriate basis of preparation; and making estimates that are reasonable in the circumstances.



Page 1 of 3

The Management is also responsible for ensuring:

- a. the utilization of funds is for the purpose for which it is raised; and
- b. compliance with the requirements of the Listing Regulations.

### **Auditor's Responsibility**

Pursuant to the requirements of Regulation 52(7) of the Listing Regulations, it is our responsibility to obtain reasonable assurance and conclude as to whether the details provided in the Statement is in agreement with the books of accounts and other records for the period from 08.05.2023 to 31.12.2023.

We conducted our examination of the Statement in accordance with the Guidance Note on Reports or Certificates for Special Purposes issued by the Institute of Chartered Accountants of India ("ICAI"). The Guidance Note requires that we comply with the ethical requirements of the Code of Ethics issued by ICAI.

We have complied with the relevant applicable requirements of the Standard on Quality Control ("SQC") 1, Quality Control for Firms that Perform Audits and Reviews of Historical Financial Information and Other Assurance and Related Services Engagements.

Accordingly, We have performed the following procedures in relation to the Statement:

- (a) read the Prospectus and obtained the details of Objects of the NCD Public Issue-7;
- (b) obtained the bank statement of the Company from 08.05.2023 to 31.12.2023 and traced the receipt and utilization of the funds.
- (c) verified the utilization of proceeds with books of accounts and other relevant records maintained by the Company; and
- (d) conducted relevant management inquiries and obtained necessary representations from the Company.

### **Opinion**

Based on our examination as above, and the information and explanations given to us, the details provided in the Statement is in agreement with the books of accounts and other records for the period from 08.05.2023 to 31.12.2023 and the statement fairly presents, in all material respects, the manner of utilization of funds from the NCD Public Issue-7.



### **Restriction on Use**

The Certificate is addressed to and provided to the Debenture Trustee of the Company solely for the purpose of enabling the Company to comply with its obligation under Regulation 52(7) of the Listing Regulations and should not be used by any other person or for any other purpose. Accordingly, we do not accept or assume any liability or any duty of care for any other purpose or to any other person to whom this report is shown or into whose hands it may come without our prior consent in writing.

We have no responsibility to update this report for events and circumstances occurring after the date of this certificate.

**For CSK Prabhu & Co.,  
Chartered Accountants  
Firm Registration No.:002485S**



  
**CSK Prabhu  
Partner**

**Membership No:019811**

**UDIN: 24019811BKFAIY7891**

**Coimbatore  
08-02-2024**



# Sakthi Finance

Since 1955

Statement containing details of manner of utilization of funds raised through the Public Issue of Secured Redeemable Non-Convertible Debentures (The NCD Public Issue-7)

## A. Statement of utilization of Issue proceeds:(Rs. In Crores)

Name of the Issuer	ISIN	Mode of Fund Raising (Public issues/Private Placement)	Type of Instrument	Date of raising funds	Amount raised (Rs. In Crores)	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
SAKTHI FINANCE LIMITED	INE302E07573	Public Issue	Non-Convertible Debentures	08/05/2023	13.49	146.86	No	NA	No Remarks
SAKTHI FINANCE LIMITED	INE302E07508	Public Issue	Non-Convertible Debentures	08/05/2023	19.53		No	NA	No Remarks
SAKTHI FINANCE LIMITED	INE302E07540	Public Issue	Non-Convertible Debentures	08/05/2023	6.56		No	NA	No Remarks
SAKTHI FINANCE LIMITED	INE302E07516	Public Issue	Non-Convertible Debentures	08/05/2023	15.40		No	NA	No Remarks
SAKTHI FINANCE LIMITED	INE302E07557	Public Issue	Non-Convertible Debentures	08/05/2023	2.10		No	NA	No Remarks
SAKTHI FINANCE LIMITED	INE302E07490	Public Issue	Non-Convertible Debentures	08/05/2023	2.51		No	NA	No Remarks
SAKTHI FINANCE LIMITED	INE302E07565	Public Issue	Non-Convertible Debentures	08/05/2023	50.75		No	NA	No Remarks
SAKTHI FINANCE LIMITED	INE302E07524	Public Issue	Non-Convertible Debentures	08/05/2023	16.16		No	NA	No Remarks
SAKTHI FINANCE LIMITED	INE302E07532	Public Issue	Non-Convertible Debentures	08/05/2023	20.36		No	NA	No Remarks
Total					146.86		146.86		

**Note:** The amount of Rs.146.86crores shown as “Funds utilised” in the above table relating to NCD Public Issue -7 comprises of Issue expenses Rs.4.07crores and amounts utilisedfor the objects stated in the NCD Public Issue -7 prospectus Rs.142.79crores, totaling to Rs.146.86crores.



Sakthi Finance Limited

62, Dr. Nanjappa Road, Coimbatore - 641 018, Tamilnadu, India.

Ph : (0422) 2231471 - 474, 4236200 Fax : (0422) 2231915 | www.sakthifinance.com | CIN : L65910TZ1955PLC000145

**B. Statement of deviation/ variation in use of Issue proceeds:NIL**

Statement of Deviation or Variation in utilisation of funds raised						
Name of listed entity		Sakthi Finance Limited				
Mode of Fund Raising		Public Issue				
Type of instrument		Non-Convertible Debentures				
Date of Raising Funds		08th May 2023				
Amount Raised		₹ 146.86 (INR Crores)				
Report filed for quarter year ended		31stDecember 2023				
Is there a Deviation / Variation in use of funds raised?		No				
Whether any approval is required to vary the objects of the issue stated in the prospectus / offer document?		No				
If yes, details of the approval so required?		Not Applicable since no deviation/variation				
Date of approval		Not Applicable since no deviation/variation				
Explanation for the Deviation / Variation		Not Applicable since no deviation/variation				
Comments of the audit committee after review		Not Applicable since no deviation/variation				
Comments of the auditors, if any		Not Applicable since no deviation/variation				
Objects for which funds have been raised and where there has been a deviation, in the following table		Not Applicable since no deviation/variation				
Original Object	Modified Object, if any	Original Allocation	Modified allocation, if any	Funds Utilised (₹ crores)	Amount of Deviation/ Variation for the half year according to applicable object (₹ lakhs and in %)	Remarks, if any
Not Applicable since no deviation/variation	Not Applicable since no deviation/variation	Not Applicable since no deviation/variation	Not Applicable since no deviation/variation	NA	Not Applicable since no deviation/variation	Nil

For and on behalf of  
Sakthi Finance Limited

Coimbatore  
08-02-2024



  
Srinivasan Anand  
Chief financial Officer

A. Statement of Utilisation of NCD Public Issue VII Proceeds

Sl No	Name of the Issuer	ISIN	Mode of fund raising (Public Issues / Private placement)	Type of Instrument	Date of Raising funds	Amount Raised (₹ crores)	Fund utilised (₹ crores)	Any Deviation	If 8, is yes then specify the purpose of which the funds were utilised	Remarks
								Yes / No		
1	2	3	4	5	6	7	8	9	10	
1	Sakthi Finance Limited	INE302E07573	Public Issue	Secured Redeemable, Non - Convertible Debentures	8th May 2023 (Date of Allotment)	13.49	13.49	No	Not Applicable	Nil
2		INE302E07508				19.53	19.53			
3		INE302E07540				6.56	6.56			
4		INE302E07516				15.40	15.40			
5		INE302E07557				2.10	2.10			
6		INE302E07490				2.51	2.51			
7		INE302E07565				50.75	50.75			
8		INE302E07524				16.15	16.15			
9		INE302E07532				20.36	20.36			
<b>Total</b>						<b>146.86</b>	<b>146.86</b>			

Note : NCD Proceeds were utilised for the objects stated in the NCD Prospectus only. Fund utilised includes Debentures Issue expenses as on 31.12.2023

**B. Statement of Deviation or Variation in utilisation of funds raised**

Name of listed entity	Sakthi Finance Limited					
Mode of Fund Raising	Public Issue					
Type of instrument	Secured, Redeemable Non-Convertible Debentures					
Date of Raising Funds	10th April 2023					
Amount Raised	₹ 146.86 (INR Crores)					
Report filed for quarter / year ended	31st December 2023					
Is there a Deviation / Variation in use of funds raised?	No					
Whether any approval is required to vary the objects of the issue stated in the prospectus / offer document?	No					
If yes, details of the approval so required?	NA					
Date of approval	NA					
Explanation for the Deviation / Variation	NA					
Comments of the audit committee after review	Nil					
Comments of the auditors, if any	Nil					
Objects for which funds have been raised and where there has been a deviation, in the following table						
<b>Original Object</b>	<b>Modified Object, if any</b>	<b>Original Allocation</b>	<b>Modified allocation, if</b>	<b>Funds Utilised</b>	<b>Amount of Deviation/</b>	<b>Remarks, if any</b>
-	-	-	-	-	-	-

**Deviation could mean:**

- (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 : Srinivasan Anand  
Designation : Chief Financial Officer




Disclosures to be made in in terms of Regulation 30 of the SEBI (Listing Obligations and Disclosure Requirements Regulations) 2015 in relation to the proposed NCD under Private Placement is set out below

Sl No	Particulars	Details
1	Size of the Issue	Secured Redeemable, Non-Convertible Debentures (" <b>NCDs</b> ") of face value of ₹ 100,000 each at par for ₹ 100 crores by Private Placement Basis.
2	Whether proposed to be listed? (IF yes, name of the stock exchange(s))	Yes, BSE Limited
3	Tenure of the Instrument - date of the allotment and date of maturity	Will be decided by the NCD Issuance Committee at the time of approving the Final NCD Placement Memorandum
4	Coupon / interest offered, schedule of payment of coupon / interest and principal	Will be decided by the NCD Issuance Committee at the time of approving the final NCD Placement Memorandum
5	Charge / Security, if any, created over the assets	An identified immovable property and / or specified Hire Purchase receivables of the Company will be offered as security. Security Cover will be 100% of the debenture value
6	Special Rights / interest / privileges attached to the instrument and changes thereof	Nil
7	Delay in payment of interest / principal amount for a period of more than three months from the due date or default in payment of interest/principal	In the event of a payment default or any other event of default, of the amounts due under the issue, the issuer shall pay interest at such rate as may be stipulated / prescribed under applicable laws from the date of the occurrence of the payment default on the outstanding principal amount of the Debentures until such default is cured or the debentures are redeemed pursuant to such default, as applicable. If the coupon payment day is a holiday, then the coupon payment will be made on the immediately succeeding business/working day.





# Sakthi Finance

Since 1955

Sl No	Particulars	Details
8	Details of any letter or comments regarding payment / non-payment of interest, principal on due dates, or any other matter concerning the security and / or the assets along with its comments thereon, if any	Not applicable
9	Details of redemption of preference shares indicating the manner of redemption (whether out of profits or out of fresh issue) and debentures	Redemption will be made out of the profits of the company or out of funds raised through fresh issue for the purpose, as may be applicable.

