



SIFL/SECT/FA/22-23/137

February 08, 2023

The Secretary
BSE Limited
Phiroze Jeejeebhoy Towers
Dalal Street, Mumbai - 400 001
Fax: 022-2272 2037/2039/2041/3121
BSE Scrip Code: 523756

The Secretary
National Stock Exchange of India Limited
Exchange Plaza, 5th Floor, Plot no. C/1
G Block, Bandra-Kurla Complex
Bandra (E), Mumbai - 400 051
Fax: 022-2659 8237/38; 2659 8347/48
NSE Symbol: SREINFRA

Dear Sirs,

Sub: Outcome of the Administrator (assisted by the Advisory Committee) Meeting held on February 08, 2022 and Disclosure pursuant to Regulation 33 and 54(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulation, 2015

As intimated earlier to the Exchanges, the Reserve Bank of India ("RBI") has superseded the Board of Directors of Srei Infrastructure Finance Limited (SIFL) and Srei Equipment Finance Limited (SEFL) (a wholly owned subsidiary of Srei Infrastructure Finance Limited) (collectively "**Companies**") on 4th October, 2021 and appointed Mr. Rajneesh Sharma as the Administrator of the Companies in terms of Section 45-IE of the Reserve Bank of India Act, 1934 ("RBI Act") and accordingly the powers of the Board are vested in the Administrator. The RBI, in exercise of powers conferred under section 45-IE S(a) of the RBI Act, had constituted a three member Advisory Committee to assist the Administrator of the Company in discharge of his duties. Further, pursuant to orders dated October 08, 2021 of the National Company Law Tribunal, Kolkata Bench ("**NCLT**"), Corporate Insolvency Resolution Process ("**CIRP**") has been initiated against the Companies as per the provisions of the Insolvency and Bankruptcy Code, 2016 ("**Code**").

Pursuant to the above, we wish to inform you that the Administrator (assisted by the Advisory Committee), at the Advisory Committee Meeting held today i.e. on 8th February, 2023, which commenced at 5:00 P.M. and concluded at 8:35 P.M., have inter-alia, considered and taken on record the Unaudited Standalone and Consolidated Financial Results of the Company for the Quarter and Nine Months ended on 31st December, 2022 along with notes thereto and the Limited Review Report thereon furnished by the Statutory Auditors of the Company, as per Regulation 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 and other applicable laws.

A copy of the Unaudited Standalone and Consolidated Financial Results of the Company for the Quarter and Nine Months ended on 31st December, 2022 together with a copy of the Auditors' Limited Review Report thereon is enclosed for your information.

We are also arranging to upload the aforesaid Financial Results on the Company's website www.srei.com and publish the Consolidated Financial Results in the newspapers in the

Srei Infrastructure Finance Limited

CIN: L29219WB1985PLC055352

(A Company under Corporate Insolvency Resolution Process vide NCLT (Kolkata) Order dated October 08, 2021)

Registered Office: 'Vishwakarma' 86C, Topsia Road (South), Kolkata - 700046

Tel.: +91.33.22850112-15, 61607734, Fax: +91.33.2285 7542/8501

Email: corporate@srei.com Website: www.srei.com



format prescribed under Regulation 47 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015.

Further, the details as per Regulation 54(3) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 are marked as '**Annexure 2**' in the enclosed Financial Results.

This is for your information and record.

Thanking you.

Yours faithfully,
For **Srei Infrastructure Finance Limited**

Manoj Kumar
Company Secretary and Chief Financial Officer
FCS 6698

Encl. as above

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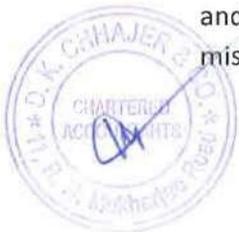
Independent Auditor's Review Report on quarterly Unaudited Standalone Financial Results of Srei Infrastructure Finance Limited pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To The Administrator
Srei Infrastructure Finance Limited

1. We were engaged to review the accompanying Statement of Unaudited Standalone Financial Results of Srei Infrastructure Finance Limited ("the Company") for the quarter ended December 31, 2022 and for the year to date from April 1, 2022 to December 31, 2022 ("the Statement"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ("Listing Regulations").
2. The Reserve Bank of India ('RBI') vide press release dated October 4, 2021 in exercise of the powers conferred under Section 45-IE (1) of the Reserve Bank of India Act, 1934 ('RBI Act') superseded the Board of Directors of the Company and appointed an Administrator under Section 45-IE (2) of the RBI Act. Further, RBI, in exercise of powers conferred under section 45-IE (5) (a) of the RBI Act, has constituted a three-member Committee of Advisors for advising the Administrator.

The RBI had also filed application for initiation of Corporate Insolvency Resolution Process ('CIRP') against the Company under Section 227 read with clause (zk) of sub-section (2) of Section 239 of the Insolvency and Bankruptcy Code (IBC), 2016 ('the Code') read with Rules 5 and 6 of the Insolvency and Bankruptcy (Insolvency and Liquidation Proceedings of Financial Service Providers and Application to Adjudicating Authority) Rules, 2019 ('FSP Insolvency Rules') before the Hon'ble National Company Law Tribunal, Kolkata Bench (Hon'ble NCLT). Hon'ble NCLT vide its order dated October 8, 2021 admitted the application made by RBI for initiation of CIRP against the Company. Further, Hon'ble NCLT gave orders for appointment of Mr. Rajneesh Sharma, as the Administrator to carry out the functions of Resolution Professional as per the Code and that the management of the Company shall vest in the Administrator.

3. We refer to Note No. 2 to the Statement which states that the Statement has been taken on record by the Administrator while discharging the powers of the Board of Directors of the Company which were conferred upon him by the RBI and subsequently by the Hon'ble NCLT vide its order dated October 8, 2021. This Statement has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on this Statement based on our review.
4. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This Standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. A review is limited primarily to inquiries of the Company personnel and analytical



procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

5. Basis for Disclaimer of Conclusion

- (a) Note No. 2 to the Statement which explains that the Administrator has initiated audits/reviews relating to the processes and compliances of the Company and has also appointed professionals for conducting transaction audit as per Section 43, 45, 50 and 66 of the Code. Hence, the Statement is subject to completion of such audits/reviews. Pending the completion of the Transaction Audit, we are unable to comment on the impact, if any of the same on the Statement. The note explains that the Administrator has appointed, two (2) independent valuers to conduct the valuation of the assets of the Company and assets/collateral held as securities as required under the provisions of the Code. The valuation reports of the same have been submitted to the Consolidated CoC members and the same have not been made available to us on grounds of confidentiality. Accordingly, we are unable to comment on the impact of the same on the Statement. Further Note No. 2 also explains that since the Administrator has taken charge of the affairs of the Company on October 4, 2021, the Administrator is not liable or responsible for any actions and regarding the information pertaining to the period prior to October 4, 2021 and has relied upon the explanations, clarifications, certifications, representations and statements made by the existing management team of the Company ('the existing officials of the Company'), who were also part of the Company prior to the appointment of the Administrator.
- (b) Note No. 3 to the Statement which explains that during the financial year 2019-20, the Company accounted for the slump exchange transaction and consequently recognized the relevant assets and liabilities in its books of account, pursuant to the Business Transfer Agreement ('BTA') with SEFL, with effect from October 1, 2019, subject to necessary approvals. The superseded Board of Directors and erstwhile management of the Company obtained expert legal and accounting opinions in relation to the accounting of BTA which confirmed that the accounting treatment so given is in accordance with the relevant Ind AS and the underlying guidance and framework. The Note further explains that during the financial year 2020-2021, the Company had filed two separate applications under Section 230 of the Act before the Hon'ble NCLT proposing Schemes of Arrangement (the Schemes) with all its secured and unsecured lenders. Since applications/appeals in connection with the Scheme were pending before Hon'ble NCLT/NCLAT, the superseded Board of Directors and erstwhile management had maintained status quo on the Scheme including accounting of BTA. Both the schemes of arrangement were rejected by majority of the creditors and an application of withdrawal was filed by the Administrator in this matter which has been allowed by the Tribunal vide order dated February 11, 2022.

As stated in the said note, the Company is in the process of consolidated resolution of SIFL and SEFL and hence no further action is being contemplated regarding establishing the validity of BTA or otherwise, consequent upon the withdrawal of Schemes. Accordingly, the status quo regarding BTA, as it existed on the date of commencement of Corporate Insolvency Resolution Process ('CIRP'), has been maintained. In view of the uncertainties that exist in the matter of BTA, we are unable to comment on the accounting of BTA, as aforesaid, done by the Company and accordingly on the impact of the same, if any, on the Statement.

- (c) Note No. 5 to the Statement which explains that the Administrator has invited the financial/operational/other creditors to file their respective claims and that the admission of such claims is in process. Further, the note explains that the effect in respect of the claims, as on October 8, 2021, received by the Administrator till January 19, 2023 has been given in the books of account. Further, the note also explains that the creditors can file their claims during CIRP and the figures of claims admitted and accounted in the books of account might undergo changes during CIRP. Hence, adjustments, if any, arising out of the claim verification and submission



process, will be given effect in subsequent periods. We are unable to comment on the impact of the same, if any, on the Statement.

- (d) Note No. 6 (i) to the Statement which explains valuation of investment in Infra Construction Fund (ICF). The Fund has investment in equity shares of India Power Corporation Limited (IPCL), allotment of which is pending till the date of reporting since the year 2013. Since the matter relating to the allotment of the IPCL is pending due to non-compliance of SEBI Regulations by IPCL, consequent change in fair value, if any, is not ascertainable at this stage. Accordingly, we are unable to comment on the impact on the value of the same, if any, on the Statement.

Note No. 6 (ii) to the Statement which explains Trinity Alternative Investments Managers Limited (Trinity) has not provided NAV as on December 31, 2022 of various funds managed by them in which the Company has made the investment. The Company has valued its investments in the funds at the NAV that existed as on September 30, 2022. In the absence of NAV of the funds as on December 31, 2022, we are unable to comment on the impact of the same, if any, on the Statement.

Note No. 6 (iii) to the Statement which explains valuation of investment in the equity shares of IPCL, allotment of which is pending since the year 2013. Since the matter relating to the allotment of the IPCL is pending due to non-compliance of SEBI Regulations by IPCL, consequent change in fair value, if any, is not ascertainable at this stage. Accordingly, we are unable to comment on the impact on valuation of such investment on the Statement.

- (e) Note No. 7 (a) (ii) and Note No. 7 (b) (ii) to the Statement which states that pursuant to its admission under the CIRP, the Company has not provided for Rs. 644 lakhs and Rs. 825 lakhs for the quarter and Rs.1,932 lakhs and Rs. 2,475 lakhs for the nine months ended December 31, 2022 in respect of its obligations for interest on Inter Corporate Deposit and interest on non-convertible perpetual bond respectively since the Insolvency commencement date i.e., October 8, 2021. Had the Company provided its obligation for interest, as aforesaid, the loss before tax for the quarter ended December 31, 2022 would have increased by Rs. 1,469 lakhs and loss before tax for nine months ended December 31, 2022 would have increased by Rs. 4,407 lakhs.
- (f) Note No. 8 to the Statement which explains the reasons owing to which the Company was not able to comply with the requirements of Section 135 of the Act in relation to depositing unspent amount of CSR. As stated, in the said note, the Company has written to MCA seeking exemption from the obligations of the Company under portions of Section 135(5) and Section 135(7) of the Act. We are unable to comment on the impact of the same or any other consequences arising out of such non-compliance, if any, on the Statement.
- (g) Note No. 10 to the Statement which explains that the Company, as per the specific directions from Reserve Bank of India (RBI) in relation to certain borrowers referred to as 'probable connected parties/related parties', was advised to re-assess and re-evaluate the relationship with the said borrowers to assess whether they are related parties to the Company or to SEFL and also whether these were in line with arm's length principles. The erstwhile management obtained legal and accounting views on the matter which stated that the said transactions were not related party transactions. As stated in the said Note, the Administrator is not in a position to comment on the views adopted by the erstwhile management in relation to the RBI's direction since these pertain to the period prior to the Administrator's appointment. As stated in paragraph (a) above, the Administrator has initiated a transaction audit/review relating to the process and compliance of the Company and has also appointed professionals for conducting transaction audit as per section 43, 45, 50 and 66 of the Code, which is in process and the Statement is subject to outcome of such audit / reviews. We are unable to comment on the impact of the same, if any, on the Statement.



- (h) Note No. 15 to the Statement which explains the reasons owing to which the Company was not able to comply with the requirements of Section 125 of the Act in relation to transfer of certain amounts lying unpaid for 07 years to Investor Education Protection Fund ('IEPF'). As stated, in the said note, the Company has written to IEPF authorities and requested guidance in the matter. We are unable to comment on the impact of the same or any other consequences arising out of such non-compliance, if any, on the Statement.
- (i) We have been informed that certain information including the minutes of meetings of the Committee of Creditors, Advisory Committee, Joint Lenders and transaction audit reports are confidential in nature and has not been shared with us. Accordingly, we are unable to comment on the possible financial effects on the Statement, including on presentation and disclosures, if any, that may have arisen if we had been provided access to that information.
- (j) In view of the possible effects of the matters described in paragraph 5(a) to 5(i) above, we are unable to comment on the Company's compliance on various regulatory ratios/limits and consequential implications including disclosures, if any.
- (k) In view of the possible effects of the matters described in paragraph 5(a) to 5(j) above, we are also unable to comment on the ratios disclosed by the Company in Annexure 1 to the Statement.

6. Disclaimer of Conclusion

In view of the significance of the matters described in paragraph 5 above and the uncertainties involved, we have not been able to obtain sufficient and appropriate evidence and therefore, unable to conclude as to whether the Statement has been prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India or state whether the Statement has disclosed the information required to be disclosed, including the manner in which it is to be disclosed, or that it contains any material misstatement.

We had also issued a Disclaimer of Conclusion Report basis the observations forming part of the report for the year ended March 31, 2022 and for the quarters ended June 30, 2022 and September 30, 2022.

7. Material uncertainty related to Going Concern

We draw attention to Note No. 9 to the Statement which states that the Company has been admitted to CIRP and also indicates the factors that have resulted into net loss during the nine months ended December 31, 2022 and also during previous quarters/year. As a result, the Company's net worth has fully eroded as at that date and it has not been able to comply with various regulatory ratios/limits, etc. All this have impacted the Company's ability to continue its operations in normal course in future. These events or conditions, along with other matters as set forth in the aforesaid Note, indicate that there is a material uncertainty which casts significant doubt about the Company's ability to continue as a 'going concern' in foreseeable future. However, for the reasons stated in the said note, the Company has considered it appropriate to prepare the Statement on a going concern basis.

8. We draw attention to the following matters in the notes to the Statement:

- a) Note No. 4 to the Statement which explains that in view of the impracticability for preparing the resolution plan on individual basis in the case of the Company and its subsidiary, SEFL, the Administrator, after adopting proper procedure, has filed applications before the Hon'ble NCLT, Kolkata Bench, seeking, amongst other things, consolidation of the corporate insolvency processes of the Company and SEFL. The application in the matter is admitted and the final order was



received on February 14, 2022 wherein the Hon'ble NCLT approved the consolidation of the corporate insolvency of the Company and SEFL. The Consolidated CoC took on record three Resolution Plans received from PRAs on January 18, 2023. The three Resolution Plans received by the Consolidated CoC were put to vote and the same is underway. The Hon'ble NCLT, Kolkata Bench has extended the deadline for the completion of CIRP on or before February 18, 2023.

- b) Note No. 7 (a) (i) to the Statement which explains that considering the restrictions imposed by the lenders on the related party payments, the Company had received consent for waiver of interest on Inter Corporate Deposit taken by SIFL from SEFL. Accordingly, the Company has not accounted for interest of Rs. 2,686 lakhs for the year ended March 31, 2022.
Note no. 7 (b) (i) to the Statement the Company had received consent for waiver of interest on Non-convertible Perpetual Bond from the Bond Holders. Accordingly, the Company has not accrued interest of Rs. 3,300 lakhs for the year ended March 31, 2022.
- c) Note No. 11 to the Statement which explains that the Company during the quarter ended March 31, 2022 on behalf of SEFL, had invoked 49% equity shares of Sanjvik Terminals Private Limited ('STPL') which were pledged as security against the loan availed by one of the borrowers of SEFL. These shares appear in the demat statement of the Company, whereas the borrower was transferred to SEFL pursuant to BTA. SEFL is in the process of getting these shares transferred in its name. Till such name transfer, the Company is holding these shares in trust for SEFL for disposal in due course. SEFL has no intention to exercise any control/significant influence over STPL in terms of Ind AS 110/ Ind AS 28 and has taken an expert opinion in this regard.
- d) Note No. 12 to the Statement which states that based on the information available in the public domain, forensic audit was conducted on the Company and few lenders have declared the bank account of the Company as fraud. However, in case of one of the lenders, on the basis of petition filed by the ex-promoters, Hon'ble High Court of Delhi has restrained the said lender from taking any further steps or action prejudicial to the petitioner on the basis of the order declaring the petitioner's bank account as fraud. The next hearing in the matter has been listed on April 25, 2023. Report of such forensic audit was not made available to us.
- e) Note No. 13 to the Statement which states that the Enforcement Directorate (ED) on January 31, 2023 conducted simultaneous investigations on office premises of the Company and SEFL. The outcome of the same is pending.

For D. K. Chhajer & Co.
Chartered Accountants
FRN: 304138E


Manoj Kumar Roongta
Partner

Membership No.: 057761
UDIN: 23057761BGZDYY7401

Place: Kolkata
Date: February 08, 2023



SREI INFRASTRUCTURE FINANCE LIMITED

Regd Office: 'Vishwakarma', 86C, Topsia Road (South), Kolkata - 700 046, Website: www.srei.com, Email for Investors: investor.relations@srei.com
(CIN): L29219WB1985PLC055352

UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND NINE-MONTHS ENDED 31ST DECEMBER, 2022

(₹ in Lakhs)

	Particulars	Quarter ended			Nine-months ended		Year ended
		31-Dec-22 (Unaudited)	30-Sep-22 (Unaudited)	31-Dec-21 (Unaudited)	31-Dec-22 (Unaudited)	31-Dec-21 (Unaudited)	31-Mar-22 (Audited)
	Revenue from Operations						
	Interest Income	16	69	3	93	9	14
	Dividend Income	-	100	-	100	-	-
	Rental Income	104	98	106	298	302	396
	Fees and Commission Income	211	288	531	935	1,752	2,361
(I)	Total Revenue from Operations	331	555	640	1,426	2,063	2,771
(II)	Other Income	1	3	292	4	446	459
(III)	Total Income (I+II)	332	558	932	1,430	2,509	3,230
	Expenses						
	Finance Costs	-	1	47	1	158	158
	Fees and Commission Expense	140	93	373	542	1,323	1,849
	Impairment on Financial Instruments (Net)	7	(53)	115	181	316	457
	Employee Benefits Expenses	71	60	120	226	413	484
	Depreciation, Amortisation and Impairment	59	59	185	177	554	613
	Administrative and Other Expenses	126	222	221	548	755	1,022
(IV)	Total Expenses (IV)	403	382	1,061	1,675	3,519	4,583
(V)	Profit / (Loss) Before Exceptional items and Tax (III-IV)	(71)	176	(129)	(245)	(1,010)	(1,353)
(VI)	Exceptional Items	-	-	-	-	-	-
(VII)	Profit / (Loss) Before Tax (V-VI)	(71)	176	(129)	(245)	(1,010)	(1,353)
(VIII)	Tax Expense:						
	(a) Income Tax in respect of earlier year	-	-	-	-	(1,844)	(2,926)
(IX)	Profit / (Loss) after tax (VII-VIII)	(71)	176	(129)	(245)	834	1,573
(XVI)	Other Comprehensive Income						
	Items that will not be reclassified to Profit or Loss						
	- Remeasurement Gains/ (Losses) on Defined Benefit Plan	1	(4)	6	3	22	23
	- Gains/ (Losses) on Equity Instruments through Other Comprehensive Income	1,188	21,356	6,900	21,529	25,732	(32,730)
	- Tax related to above	-	-	-	-	-	-
	Total Other Comprehensive Income (XVI)	1,189	21,352	6,906	21,532	25,754	(32,707)
(XVII)	Total Comprehensive Income for the period (XV+XVI)	1,118	21,528	6,777	21,287	26,588	(31,134)
	Paid-up Equity Share Capital (Par Value Rs. 10/- per Equity Share)	50,309	50,309	50,309	50,309	50,309	50,309
	Other Equity excluding Revaluation Reserves						(77,721)
	Earnings per Equity share (Basic and Diluted) (In Rs.) (*Not annualised) (Par Value Rs. 10/- per Equity Share)	*(0.01)	*0.03	*(0.02)	*(0.05)	*0.17	*0.31

For Srei Infrastructure Finance Limited

(a Company under Corporate Insolvency Resolution Process by an order dated October 8, 2021 passed by Hon'ble NCLT, Kolkata)



(Signature)
RAJNEESH SHARMA

ADMINISTRATOR APPOINTED UNDER IBC

Place: Kolkata

Date: February 08, 2023

The Administrator has been appointed under Rule 5(a)(iii) of the Insolvency and Bankruptcy (Insolvency and Liquidation Proceedings of Financial Service Providers and Application to Adjudicating Authority) Rules, 2019 under the Insolvency and Bankruptcy Code, 2016 (IBC). The affairs, business and property of Srei Infrastructure Finance Limited are being managed by the Administrator, Mr. Rajneesh Sharma, who acts as agent of the Company only and without any personal liability.

Address for Correspondence - Vishwakarma 86C, Topsia Road (South), Kolkata, West Bengal, 700046

Email ID for Correspondence - sreiaadministrator@srei.com



Notes:

1. **Supersession of Board of Directors and Implementation of Corporate Insolvency Resolution Process**
Reserve Bank of India ('RBI') vide press release dated October 4, 2021 in exercise of the powers conferred under Section 45-IE (1) of the Reserve Bank of India Act, 1934 ('RBI Act') superseded the Board of Directors of the Company ('SIFL') and its wholly owned subsidiary, Srei Equipment Finance Ltd. ('SEFL') and appointed an Administrator under Section 45-IE (2) of the RBI Act. Further, the RBI in exercise of powers conferred under section 45-IE (5) (a) of the RBI Act, constituted a three-member Advisory Committee to assist the Administrator in discharge of his duties. Thereafter, the RBI filed applications for initiation of Corporate Insolvency Resolution Process ('CIRP') against the Company under section 227 read with clause (zk) of sub-section (2) of Section 239 of the Insolvency and Bankruptcy Code (IBC), 2016 ('the Code') read with Rules 5 and 6 of the Insolvency and Bankruptcy (Insolvency and Liquidation Proceedings of Financial Service Providers and Application to Adjudicating Authority) Rules, 2019 ('FSP Insolvency Rules') before the Hon'ble National Company Law Tribunal, Kolkata Bench ('Hon'ble NCLT'). Hon'ble NCLT vide its order dated October 8, 2021 admitted the application made by the RBI for initiation of CIRP against the Company. Further, Hon'ble NCLT gave orders for appointment of Mr. Rajneesh Sharma, as the Administrator to carry out the functions as per the Code and that the management of the Company shall vest in the Administrator. Further, Hon'ble NCLT also retained the three-member Advisory Committee, as aforesaid, for advising the Administrator in the operations of the Company during the CIRP. There has been changes in the composition of the Advisory Committee on June 22, 2022 and January 31, 2023. The Consolidated Committee of Creditors (CoC) took on record three Resolution Plans received from Prospective Resolution Applicants (PRAs) on January 18, 2023. The three Resolution Plans received by the Consolidated CoC were put to vote and the same is underway.

2. The unaudited financial results of the Company for the quarter and nine months ended December 31, 2022 have been taken on record by the Administrator on February 8, 2023 while discharging the powers of the Board of Directors of the Company which were conferred upon him by the RBI press release dated October 4, 2021 and subsequently, powers conferred upon him in accordance with Hon'ble NCLT order dated October 8, 2021. It is also incumbent upon the Resolution Professional, under Section 20 of the Code, to manage the operations of the Company as a going concern. As a part of the CIRP, the Administrator has initiated audits/reviews relating to the processes and compliances of the Company and has also appointed professionals for conducting transaction audit as per section 43, 45, 50 and 66 of the Code. The transaction audit is still in progress and these financial results are subject to the completion of such audits / reviews.

Since the Administrator has taken charge of the affairs of the Company on October 4, 2021, the Administrator is not liable or responsible for any actions and has no personal knowledge of any such actions of the Company prior to his appointment and has relied on the position of the financial results of the Company as they existed on October 4, 2021. Regarding information pertaining to period prior to October 4, 2021 the Administrator has relied upon the explanations, clarifications, certifications, representations and statements made by the company management team ('the existing officials of the Company'), who were also part of the Company prior to the appointment of the Administrator.

As part of the ongoing CIRP process the Administrator has appointed, two (2) independent valuers to conduct the valuation of the assets of the Company and assets/collateral held as securities as required under the provisions of the Code. The valuation reports of the same have been submitted to the Consolidated CoC members.

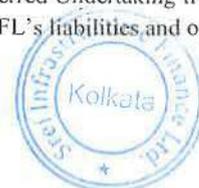
The above financial results for the quarter and nine months ended December 31, 2022 were subjected to limited review by the Statutory Auditors, D.K. Chhajer & Co., Chartered Accountants of the Company as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('Listing Regulations').

3. **Business Transfer Agreement and Scheme of Arrangement**

During the year 2019-20, the Company and its Subsidiary Company, Srei Equipment Finance Limited ('SEFL') entered into a Business Transfer Agreement ('BTA') to transfer the Lending Business, Interest Earning Business and Lease Business of the Company together with associated employees, assets and liabilities (including liabilities towards issued and outstanding non - convertible debentures) (Transferred Undertaking), as a going concern by way of slump exchange to SEFL pursuant to the BTA, subject to all necessary approvals. Accordingly, the Company and SEFL passed the relevant accounting entries in their respective books of account to reflect the slump exchange w.e.f. October 1, 2019 while allotment of shares by SEFL was made on December 31, 2019. The superseded Board of directors and erstwhile management of the Company, as existed prior to the appointment of the Administrator, had obtained external expert legal and accounting opinions in relation to the accounting of BTA which confirmed that the accounting treatment so given is in accordance with the relevant Indian Accounting Standard (Ind AS) and the underlying guidance and framework.

During the year 2020-2021, SEFL had filed two (2) separate applications under Sec. 230 of the Companies Act, 2013 ('the Act') before the Hon'ble NCLT, Kolkata vide applications no. CA 1106/KB/2020 and CA 1492/KB/2020 proposing Schemes of Arrangement (the Schemes) with all its secured and unsecured lenders (Creditors). BTA constituted an integral part of the Schemes.

The first scheme (i.e. CA 1106/KB/2020) sought for amongst other things "formal consent to be obtained from the required majority of the creditors of SEFL to the completed acquisition by way of slump exchange of the Transferred Undertaking from SIFL in terms of the BTA and consequential formal novation of the loans and securities already forming part of SEFL's liabilities and outstanding to the creditor."



The second scheme (i.e. CA 1492/KB/2020) sought for amongst other things restructuring of the debt due to certain creditors of the Company and SEFL including secured debenture holders, unsecured debenture holders, perpetual debt instrument holders, secured ECB lenders and unsecured ECB lenders and individual debenture holders.

Pursuant to the directions of Hon'ble NCLT vide order dated October 21, 2020, the superseded Board of directors and erstwhile management had maintained status quo on the Scheme including accounting of BTA. The final order/s in connection with the Schemes was awaited from Hon'ble NCLT at that time.

Both the schemes of arrangement were rejected by the majority of the creditors during the meetings held pursuant to the Hon'ble NCLT's directions dated October 21, 2020 and December 30, 2020 respectively. Further, certain appeals were filed by rating agencies in the matter relating to the second scheme of arrangement (i.e. CA 1492/KB/2020). An application of withdrawal was filed by the Administrator in this matter in National Company Law Appellate Tribunal (NCLAT) which has been allowed by NCLAT by an order dated February 11, 2022. As stated in Note-4 below, the Company is in the process of consolidated resolution of SEFL and SIFL and hence no further action is being contemplated regarding establishing the validity of BTA or otherwise, consequent upon the withdrawal of Schemes as stated above. Accordingly, the status quo regarding BTA, as it existed on the date of commencement of CIRP, has been maintained.

In accordance with the obligations imposed on the Administrator under Section 18(f) of the Code, the Administrator has taken custody and control of the Company with the financial position as recorded in the balance sheet as on insolvency commencement date on an 'as-is where-is' basis. The accounts for the quarter and nine months ended December 31, 2022 have been taken on record by the Administrator in the manner and form in which it existed on the insolvency commencement date in view of the initiation of the CIRP and this fact has also been informed by the Administrator to the lenders and other stakeholders. Further, in line with the provisions of Section 14 of the Code, the Company has not alienated any of the assets appearing on the insolvency commencement date.

4. Consolidated Resolution under CIRP

In view of the impracticability for preparing the resolution plan on individual basis in the case of the Company and SEFL, the Administrator, after adopting proper procedure, had filed applications before the Hon'ble National Company Law Tribunal- Kolkata Bench (Hon'ble NCLT) in the insolvency resolution processed of SIFL and SEFL (IA No. 1099 of 2021 under CP.294/KB/2021 and IA No. 1100 of 2021 under CP.295/KB/2021) seeking the following prayers:

- Directing the consolidation of the corporate insolvency resolution processes of SIFL and SEFL;
- Directing formation of a Consolidated CoC for the consolidated corporate insolvency resolution processes of SIFL and SEFL;
- Directing and permitting the conduct of the corporate insolvency resolution processes of SIFL and SEFL in terms of the provisions of the Code in a consolidated manner including audit of transactions in relation to Section 43, Section 45, Section 50 and Section 66 of the Code, issuance of single request for submission of resolution plans by the Administrator and the submission and consideration of single resolution plan, for the consolidated resolution of SEFL and SIFL in terms of the provisions of the Code; and
- Directing and permitting the submission and approval of one consolidated resolution plan for the resolution of SEFL and SIFL in terms of the provisions of the Code.

The application in this matter was admitted and the final order received on February 14, 2022 wherein the Hon'ble NCLT approved the consolidation of the corporate insolvency of SIFL and SEFL. The Consolidated CoC took on record three Resolution Plans received from PRAs on January 18, 2023. The three Resolution Plans received by the Consolidated CoC were put to vote and the same is underway. The Hon'ble NCLT, Kolkata Bench has extended the deadline for the completion of CIRP on or before February 18, 2023.

5. Payment to lenders/others and claims under CIRP

CIRP has been initiated against the Company, as stated in Note No. 1 and accordingly, as per the Code, the Administrator has invited the financial/operational/other creditors to file their respective claims as on October 8, 2021 (i.e. date of commencement of CIRP). As per the Code, the Administrator has to receive, collate and verify all the claims submitted by the creditors of the Company. The claims as on October 8, 2021 so received by the Administrator till January 19, 2023 is in the process of being verified and updated from time to time and wherever, the claims are admitted, the effect of the same has been given in the books of account.

In respect of claims of creditors, which are rejected or under verification, the effect of the same in the books of account will be taken once the verification of the same is completed and admitted. Further, as aforesaid, since the creditors can file their claims during the CIRP, the figures of claims admitted in the books of account might undergo changes during the CIRP. Adjustments, if any arising out of the claim verification and admission process will be given effect in subsequent periods.



6. Fair value of Investment

i. Fair value on units of Infra Construction Fund

The Company is holding 18,80,333 units in Infra Construction Fund (ICF), managed by Trinity Alternative Investments Managers Limited (Trinity). The Company arrives at the fair valuation of units of ICF based on the NAV of the units provided by Trinity. ICF has made investments in equity shares of India Power Corporation Limited (IPCL) which are pending allotment. Till December 31, 2021, Trinity considered the quoted price of shares of IPCL as on balance sheet date for arriving the NAV of ICF.

As on March 31 2022, the valuation provided by Trinity to the Company, considered the fair value of equity instrument in equity shares of IPCL at NIL, considering prolong delay in allotment of equity shares of IPCL till date since 2013. However, as per the valuation provided by Trinity as on September 30, 2022, the fair valuation of equity instrument in equity shares of IPCL was considered as Rs. 19,952 lakhs under the same legal circumstances as existed on previous reporting periods. For the purpose of accounting, such impact has been considered in the financial statements resulting into loss in Investment in ICF by Rs.53065 lakhs for the quarter ended March 31, 2022 and again resulting into gain in Investment in ICF and Other Comprehensive Income by Rs.19,952 lakhs during the quarter ended September 30, 2022. The Company has enquired with the Trinity management regarding such frequent change in approach for valuation of these shares and no response has been received till date. The matter relating to the allotment of the IPCL is pending due to non-compliance of SEBI Regulations by IPCL.

- ii. Trinity is managing various funds in which the Company has made the investment. As a practice, Trinity was providing NAV of all the funds on quarterly basis till March 31, 2022. However, as on June 30, 2022, Trinity has not provided NAV of any funds. As per explanation given by Trinity Management, as per Clause 23 (1) of AIF Regulations, 2012, Investment Managers are mandated to provide NAV at least once in every six months. So, next NAV of the funds shall be provided as on March 31, 2023. Hence, the Company has valued its investments in the funds at the NAV that existed as on September 30, 2022. The Company is unable to estimate the impact on valuation of investments in Funds, had the NAV as on December 31, 2022 would have been provided by Trinity.
- iii. As on December 31, 2022, based on amalgamation process of DPSC Ltd with erstwhile IPCL, the Company is entitled to an allotment of 10,55,24,100 equity shares of India Power Corporation Limited (IPCL). However, allotment of the Company's holdings is pending since 2013 as the matter relating to the allotment of the IPCL is pending due to non-compliance of SEBI Regulations by IPCL. Fair value of Rs. 13876 lakhs considered for accounting is the market value of IPCL shares as on December 31, 2022.

7. Non provisioning of Interest on:

a) Intercorporate Deposit (ICD)

- i. The domestic lenders of the Company and SEFL had stipulated Trust and Retention Account (TRA) mechanism w.e.f November 24, 2020, pursuant to which all the payments being made by the Company were being approved/released based on approval in the TRA mechanism and accordingly considering the restrictions imposed by the lenders on the related party payments, the Audit Committee of SIFL and SEFL in their meeting dated August 14, 2021 and August 11, 2021 respectively approved waiver of interest on ICD taken by SIFL from SEFL. The Company had not accounted for interest of Rs.2,686 Lakhs for the year ended March 31, 2022
- ii. Pursuant to the admission of the company under the CIRP, SIFL has not provided for interest amount of Rs 1932 lakhs on ICD for nine months ended December 31, 2022 (including Rs.644 lakhs for the quarter ended December 31, 2022) in respect of SIFL's obligation for interest on ICD. Under the Code, the treatment of creditors under the resolution plan is as per debts due as on insolvency commencement date and therefore no interest are accrued and payable after this date.

b) Non-convertible Perpetual Bond

- i. Considering the significant impact of COVID-19 on business activity, the Company had received consent for waiver of interest on Non-convertible Perpetual Bond from the Bond Holders. Accordingly, the Company had not accrued interest of Rs.3300 lakhs for the year ended March 31, 2022.
- ii. Pursuant to the admission of the company under the CIRP, SIFL has not provided for interest amount of Rs. 2475 lakhs on Non-convertible Perpetual Bond for nine months ended December 31, 2022 (including Rs.825 lakhs for the quarter ended December 31, 2022) in respect of SIFL's obligation for interest on Non-convertible Perpetual Bond. Under the Code, the treatment of creditors under the resolution plan is as per debts due as on insolvency commencement date and therefore no interest are accrued and payable after this date.



Had the interest been accrued on borrowings, as aforesaid in (a) and (b) above, the loss before tax for the quarter ended December 31, 2022 would have resulted into loss before tax of Rs 1540 lakhs and the loss before tax for nine months ended December 31, 2022 would have resulted in a loss before tax of Rs. 4652 lakhs.

8. As at March 31, 2021 the Company was having funds amounting to Rs. 53 lakhs in relation to the Corporate Social Responsibility ('CSR') which were unspent. These unspent amounts as per the requirements of Section 135 of the Act were to be transferred to funds specified under Schedule VII to the Act within a period of 6 months. However, the domestic lenders of the Company had stipulated TRA mechanism effective November 24, 2020, pursuant to which all the payments being made by the Company were being approved/released based on the TRA mechanism. The Company was not able to transfer the aforesaid unspent CSR amount as per the requirements of Section 135 of the Act. The Company has written letter to the Ministry of Corporate Affairs ('MCA') seeking exemptions from the obligations of the Company under portions of Section 135(5) and Section 135(7) of the Act. The reply from MCA in this regard is awaited

9. Going Concern

The Company has losses for nine months ended December 31, 2022 and the net worth of the Company is fully eroded.

There is persistent strain on the working capital and operations of the Company and it is undergoing significant financial stress. As stated in Note No. 1, CIRP was initiated in respect of the Company w.e.f. October 8, 2021. The Company has assessed that the use of the going concern assumption is appropriate in the circumstances and hence, these financial results has been prepared on a going concern assumption basis as per below:

- i) The Code requires the Administrator to, among other things, run the Company as a going concern during CIRP.
- ii) The Administrator, in consultation with the Consolidated CoC of the Company, in accordance with the provisions of the IBC, is making all endeavours to run the Company as a going concern.

CIRP is undergoing and presently, the Consolidated CoC took on record three resolution plans received from PRAs on January 18, 2023. The three Resolution Plans received by the Consolidated CoC were put to vote and the same is underway. Pending the completion of the said process under CIRP, these financial results have been prepared on a going concern basis.

10. Probable Connected / Related Companies

The RBI in its inspection report and risk assessment report (the directions) for the year ended March 31, 2020 had identified 'certain borrowers' as probable connected/ related companies. In view of the directions, the Company has been advised to re-assess and re-evaluate the relationship with the said borrowers to assess whether they are related parties to the Company or to SEFL and also whether transactions with these connected parties are on arm's length basis.

The superseded Board and the erstwhile management had obtained an assessment report on the review and verification of the transactions with the aforesaid probable connected / related parties from an independent Chartered Accountant firm, which states that the transactions of the Company / SEFL with probable connected parties were done at arm's length principles and are in the ordinary course of business and that such parties are not related parties of the Company / SEFL under the Companies Act, 2013 or Ind AS 24.

The Administrator is not in a position to comment on the views adopted by the erstwhile management of the Company in relation to the findings of the RBI's inspection report since these pertain to the period prior to the Administrator's appointment. As a part of the CIRP, the Administrator has initiated a transaction audit/review relating to the process and compliances of the Company and has also appointed professionals for conducting transaction audit as per section 43, 45, 50 and 66 of the Code. Such audit/review is in progress; hence, these financial results are subject to outcome of such audit/review.

11. During the quarter ended March 31, 2022, the Company on behalf of SEFL had invoked 49% equity shares of Sanjvik Terminals Private Limited ('STPL'), which were pledged as security against the loan availed by one of the borrowers of SEFL. As at December 31, 2022, these shares appear in the demat statement of the Company, whereas the borrower was transferred to SEFL pursuant to BTA, as stated in Note No. 3 above. SEFL is in the process of getting these shares transferred in its name. Till such name transfer, the Company is holding these shares in trust for SEFL for disposal in due course.

SEFL has no intention to exercise any control/significant influence over STPL in terms of Ind AS 110 / Ind AS 28. SEFL has taken an expert opinion, which confirms that since SEFL is not exercising any significant influence/control over STPL, hence, STPL is not a subsidiary/associate in terms of Ind AS 110 Ind AS 28 and accordingly is not required to prepare consolidated financial statements with respect to its holding of 49% of the equity shares of STPL.

12. Based on the information available in the public domain, some of the lenders have declared the bank account of the Company as fraud. However, in case of one of the lenders, on the basis of petition filed by the ex-promoter before the Hon'ble High Court of Delhi, the Hon'ble Court has passed interim relief to the petitioner vide order dated April 22, 2022, restraining the said lender from taking any further



steps or action prejudicial to the petitioner on the basis of the order declaring the bank account as fraud. The interim order dated April 22, 2022 shall continue till the next date of hearing i.e. April 25, 2023.

13. The Enforcement Directorate (ED) on January 31, 2023 conducted simultaneous investigation on office premises of the Company and its subsidiary, Srei Equipment Finance Ltd. The Company and its officials have co-operated and provided the required informations/ documents as available.
14. In accordance to Ind AS 108 - "Operating Segments", the required disclosure is done in the Consolidated Financial Results of the Company.
15. As per section 125 of the Act, the Company is required to transfer certain amount lying unpaid, for 7 years, to Investor Education Protection Fund ("IEPF"). Post commencement of CIRP, an amount of Rs 4,84,877/- payable by the Company pertaining to unpaid dividend was transferable to IEPF in terms of section 125 of the Act till December 31, 2022.

The Company is unable to comply with the provision of Section 125 of the Companies Act, 2013 as the Company needs to comply with the General Circular No. 08/ 2020 issued by the Ministry of Corporate Affairs (MCA) dated 6th March, 2020 captioned "Filing of forms in the Registry (MCA-21) by the Insolvency Professional (Interim Resolution Professional (IRP) or Resolution Professional (RP) or Liquidator) appointed under Insolvency Bankruptcy Code, 2016 (IBC, 2016)" which states that in respect of companies which are marked under CIRP in the Registry, Annual Return (e-form No.MGT-7) and Financial Statement (e-form AOC-4) and other documents under the provisions of the Companies Act, 2013, in accordance with directions issued by the NCLT/ NCLAT / Courts, shall be filed as attachments with e-form GNL-2 against the payment of one time normal fee only, till such time the company remains under CIRP. Separate GNL-2 forms shall be filed for each such document, by the IRP/ RP. However, since the GNL -2 form is not linked with IEPF -1 the Company is unable to generate SRN for payment to IEPF authorities. Due to said technical difficulty the Company could not comply with the provisions of Sec 125 & other applicable provisions of the Act. The Company has requested for guidance from IEPF authorities and also requested them to file claim for pre CIRP amount. Revert on the same is awaited.

16. Information as required pursuant to Regulation 52(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended, has been given in Annexure 1.
17. Since, the Company does not have Listed Secured Non-Convertible Debentures as on December 31, 2022, the Security Cover for Secured debt securities, in terms of Regulations 54(2) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) is not applicable. The Security Cover Certificate, pursuant to Regulations 54(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended), is attached in Annexure 2.
18. The figures for the quarter ended September 30, 2022 are balancing figures between reviewed amounts in respect of the half year ended September 30, 2022 and the unaudited reviewed amounts of first quarter i.e. quarter ended June 30, 2022 of the current financial year.
19. The figures for the quarter ended December in each of the financial years are the balancing figures between figures in respect of the nine months and the year to date figures up to the end of the first six months of the respective financial year. .
20. Previous period/year figures have been regrouped/rearranged, wherever considered necessary, to conform to the classification of the current period/year.



For Srei Infrastructure Finance Ltd.
(A Company under Corporate Insolvency
Resolution Process vide NCLT Order dated October 08, 2021)

RAJNEESH SHARMA
ADMINISTRATOR APPOINTED UNDER IBC

Place: Kolkata
Date : February 8, 2023



Annexure 1

Ratios disclosed w.r.t. Srei Infrastructure Finance Ltd. pursuant to regulation 52(4) of SEBI(Listing Obligation and Disclosure Requirements) Regulations 2015, as amended

	Particulars	Quarter ended			Nine-months ended		Year ended
		Dec 31,2022	Sept 30,2022	Dec 31,2021	Dec 31,2022	Dec 31,2021	March 31,2022
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1	Debt equity ratio (No. of times) (Note 1)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
2	Debt service coverage ratio (Note 6)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
3	Interest service coverage ratio (Note 6)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
4	Outstanding redeemable preference shares (Nos. in Lakhs)	-	-	-	-	-	-
5	Outstanding redeemable preference shares (Values)	-	-	-	-	-	-
6	Capital redemption reserve	-	-	-	-	-	-
7	Debenture redemption reserve (₹ in Lakhs)	NIL	NIL	NIL	NIL	NIL	NIL
8	Networth (₹ in Lakhs) (Note 2)	(4,667)	(4,601)	(5,202)	(4,601)	(5,202)	(4,452)
9	Net Profit/(Loss) after tax (₹ in Lakhs)	(71)	176	(129)	(245)	834	1,573
10	Earnings per share (in ₹)	*(0.01)	*0.03	*(0.02)	*(0.05)	*0.17	*0.31
11	Current ratio (Note 6)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
12	Long term debt to working capital (Note 6)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
13	Bad debts to account receivable ratio (Note 6)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
14	Current liability ratio (Note 6)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
15	Total debts to total assets (%) (Note 3)	84.64%	85.61%	55.10%	84.64%	55.10%	119.90%
16	Debtor turnover ratio (Note 6)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
17	Inventory turnover (Note 6)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
18	Operating margin (%) (Note 6)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
19	Net profit/(loss) margin(%) (Note 4)	(21.45)%	31.71 %	(20.16)%	(17.18)%	40.43 %	56.77 %
Sector Specific Ratios							
20	Gross Non Performing Assets % ("GNPA") (Note 5)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
21	Net Non Performing Assets % ("NNPA")(Excl. impairment Reserve)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
22	Net Non Performing Assets % ("NNPA")(Incl. impairment Reserve)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
23	Provision Coverage Ratio % ("PCR")(Excl. impairment Reserve)(Note 5)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
24	Provision Coverage Ratio % ("PCR")(Incl. impairment Reserve) (Note 5)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.

* Not Annualised

Note:
 Information as required pursuant to Regulation 52(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015
 Formulae for Computation of Ratios are as follows :

- Debt equity ratio is not determinable as equity is negative.
- Net worth has been calculated as defined in Section 2(57) of the Companies Act, 2013.
- Total debts to total assets (%) = (Debt Securities + Borrowings (other than debt securities) + Subordinated Liabilities) / Total Assets.
- Net profit/(loss) margin (%) = Profit/(loss) after Tax / Total Revenue from Operations.
- The Company does not have any lending business presently, hence not applicable.
- The Company is Non Banking Financial Company registered under the Reserve Bank of India Act 1934. Hence these Ratios are generally not applicable.

Place: Kolkata
 Date :February 08,2023

The Administrator has been appointed under Rule 5(a)(iii) of the Insolvency and Bankruptcy (Insolvency and Liquidation Proceedings of Financial Service Providers and Application to Adjudicating Authority) Rules, 2019 under the Insolvency and Bankruptcy Code, 2016 (IBC). The affairs, business and property of Srei Equipment Finance Limited are being managed by the Administrator, Mr. Rajneesh Sharma, who acts as agent of the Company only and without any personal liability.

Address for Correspondence - Vishwakarma 86C, Topsia Road (South), Kolkata, West Bengal, 700046
 Email ID for Correspondence - sreiaadministrator@srei.com



Srei Infrastructure Finance Ltd.
 (a Company under Corporate Insolvency Resolution Process by an order dated October 8, 2021 passed by Hon'ble NCLT, Kolkata)

Rajneesh Sharma
 Administrator appointed under IBC



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SREI INFRASTRUCTURE FINANCE LIMITED

Regd Office: 'Vishwakarma', 86C, Topsia Road (South), Kolkata - 700 046. Website: www.srei.com, Email for Investors: investor.relations@srei.com
(CIN): L29219WB1985PLC055352

Annexure 2

Security Cover Certificate pursuant to regulations 54(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements), 2015 (amended)

Column A	Column B	Column C (i)	Column D (ii)	Column E (iii)	Column F (iv)	Column G (v)	Column H (vi)	Column I (vii)	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	Parl- Passu Charge	Parl- Passu Charge	Parl- 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 Parl 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		-	-		-	-	9,245.00		9,245.00					
Capital Work-in- Progress		-	-		-	-								
Right of Use Assets		-	-		-	-	1.00		1.00					
Goodwill		-	-		-	-								
Intangible Assets		-	-		-	-	1.00		1.00					
Intangible Assets under Development		-	-		-	-								
Investments		-	-		-	-	49,976.00		49,976.00					
Loans (ECL SEFL & SIFL EXPOSURE)		-	-		-	-								
Inventories		-	-		-	-								
Trade Receivables		-	-		-	-	534.00		534.00					
Cash and Cash Equivalents		-	-		-	-	1,128.00		1,128.00					
Bank Balances other than Cash and Cash Equivalents		-	-		-	-	262.00		262.00					
Others (Other financial assets+current tax assets+other non financial assets)		-	-		-	-	8,268.00		8,268.00					
Total							69,415.00		69,415.00					

For Srei Infrastructure Finance Limited

(a Company under Corporate Insolvency Resolution Process by an order dated October 8, 2021 passed by Hon'ble NCLT, Kolkata)



(Handwritten Signature)

RAJNEESH SHARMA
ADMINISTRATOR APPOINTED UNDER IBC

Place: Kolkata
Date: February 08, 2023

The Administrator has been appointed under Rule 5(a)(iii) of the Insolvency and Bankruptcy (Insolvency and Liquidation Proceedings of Financial Service Providers and Application to Adjudicating Authority) Rules, 2019 under the Insolvency and Bankruptcy Code, 2016 (IBC). The affairs, business and property of Srei Infrastructure Finance Limited are being managed by the Administrator, Mr. Rajneesh Sharma, who acts as agent of the Company only and without any personal liability.

Address for Correspondence - Vishwakarma 86C, Topsia Road (South), Kolkata, West Bengal, 700046
Email ID for Correspondence - sreiaministrator@srei.com



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(Handwritten mark)

SREI INFRASTRUCTURE FINANCE LIMITED

Regd Office: 'Vishwakarma', 86C, Topsia Road (South), Kolkata - 700 046, Website: www.srei.com, Email for Investors: investor.relations@srei.com
(CIN): L29219WB1985PLC055352

Annexure 2

Security Cover Certificate pursuant to regulations 5A(3) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (amended)

Column A	Column B	Column C (I)	Column D (II)	Column E (III)	Column F (iv)	Column G (v)	Column H (vi)	Column I (vii)	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	Parl- Passu Charge	Parl- Passu Charge	Parl- 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 parl passu debt holder (includes debt for which this certificate is issued & other debt with parl-passu charge)	Other assets on which there is Parl- Passu charge (excluding items covered in column F)		Debt amount considered more than once (due to exclusive plus parl 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 Parl passu charge Assets**	Carrying value/book value for parl 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				
LIABILITIES														
Debt securities to which this certificate pertains (Subordinated Perpetual debentures/bonds (tier I Capital)		-	-	-	-	-	1,000.00		1,000.00	-	-	-	-	-
Other debt sharing pari-passu charge with above debt			-		-	-				-			-	-
Other Debt										-			-	-
Subordinated debt (Subordinated Perpetual debentures/bonds (tier I Capital) + Rupee subordinated term loan)		not to be filled												
Borrowings														
Bank														
Debt Securities														
Others (Inter Corporate Deposits)							25,755.00		25,755.00					
Trade payables							494.00		494.00					
Lease Liabilities							2.00		2.00					
Provisions							2.00		2.00					
Others (Other financial & Non financial liabilities)							16,288.00		16,288.00					
Total							75,541.00		75,541.00					
Cover on Market Value ^a		NA			NA									
		Exclusive Security Cover Ratio			Pari-Passu Security Cover Ratio									

NOTE

* Listed unsecured subordinate ncds (Perpetual) of principal outstanding of Rs. 1000 lacs for which this Certificate is being issued are given in Column H

** Includes listed unsecured subordinate ncds (Perpetual) of principal outstanding of Rs. 1000 lacs for which this Certificate is being issued

*** Srei Infrastructure Finance Limited had acquired borrowings (including secured borrowing and NCDs) from SIFL and charges Created with ROC in relation to such borrowings were to be transferred in the name of SEFL. In relation to the above, cases where the novation agreements are signed by the lenders /trustees pursuant to Slump Exchange Transaction between SIFL to SEFL necessary e-forms w.r.t. charges were filed by SEFL with the Registrar of Companies, Kolkata (ROC) except for one ISIN whereby principal outstanding is Rs. 0.70 crores only. However, above charges filed by SEFL, have not been approved by the ROC. Hence, the charges which were originally created in the name of SIFL for such secured borrowings are still continuing so in the records of ROC.

Place: Kolkata
Date: February 08, 2023



For Srei Infrastructure Finance Limited

(a Company under Corporate Insolvency Resolution Process by an order dated October 8, 2021 passed by Hon'ble NCLT, Kolkata)

RAJNEESH SHARMA
ADMINISTRATOR APPOINTED UNDER IBC

Independent Auditor's Review Report on quarterly Unaudited Consolidated Financial Results of Srei Infrastructure Finance Limited pursuant to the Regulation 33 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Administrator
Srei Infrastructure Finance Limited

- 1) We were engaged to review the accompanying Statement of Unaudited Consolidated Financial Results of Srei Infrastructure Finance Limited ("the Holding Company/SIFL") and its subsidiaries and trust (the Holding Company, its Subsidiaries and trust together referred to as "the Group") for the quarter ended December 31, 2022 and for the year to date from April 1, 2022 to December 31, 2022 ("the Statement"), 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) The Reserve Bank of India ('RBI') vide press release dated October 4, 2021 in exercise of the powers conferred under Section 45-IE (1) of the Reserve Bank of India Act, 1934 ('RBI Act') superseded the Board of Directors of the Holding Company (SIFL) and its wholly owned subsidiary, Srei Equipment Finance Limited (SEFL) and appointed an Administrator under Section 45-IE (2) of the RBI Act. Further, RBI, in exercise of powers conferred under section 45-IE (5) (a) of the RBI Act, has constituted a three-member Committee of Advisors for advising the Administrator.

The RBI had also filed application for initiation of Corporate Insolvency Resolution Process ('CIRP') against SIFL and SEFL under Section 227 read with clause (zk) of sub-section (2) of Section 239 of the Insolvency and Bankruptcy Code (IBC), 2016 ('the Code') read with Rules 5 and 6 of the Insolvency and Bankruptcy (Insolvency and Liquidation Proceedings of Financial Service Providers and Application to Adjudicating Authority) Rules, 2019 ("FSP Insolvency Rules") before the Hon'ble National Company Law Tribunal, Kolkata Bench ("Hon'ble NCLT"). Hon'ble NCLT vide its order dated October 8, 2021 admitted the application made by RBI for initiation of CIRP against SIFL and SEFL. Further, Hon'ble NCLT gave orders for appointment of Mr. Rajneesh Sharma, as the Administrator to carry out the functions of Resolution Professional as per the Code and that the management of SIFL and SEFL shall vest in the Administrator.

- 3) We refer to Note No. 2 to the Statement which states that the Statement has been taken on record by the Administrator while discharging the powers of the Board of Directors of SIFL and SEFL which were conferred upon him by the RBI and subsequently by the Hon'ble NCLT vide its order dated October 8, 2021.

The Statement has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 (the "Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on this Statement based on our review.

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



whether the Statement is free from material misstatements. A review is limited primarily to inquiries of the Company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and, accordingly, we do not express an audit opinion

We also performed procedures in accordance with the Circular No. CIR/CFD/CMD1/44/2019 dated March 29, 2019 issued by the SEBI under Regulation 33(8) of the Listing Regulations, to the extent applicable.

5) The Statement includes the results of the following entities:

S.No.	Name of the Entities	Relationship
1.	Srei Equipment Finance Limited (SEFL)	Wholly owned Subsidiary
2.	Srei Capital Markets Limited	Wholly owned Subsidiary
3.	Srei Asset Leasing Limited* (Formerly Srei Finance Limited)	Wholly owned Subsidiary
4.	Controlla Electrotech Private Limited	Wholly owned Subsidiary
5.	Srei Mutual Fund Asset Management Private Limited	Wholly owned Subsidiary
6.	Srei Mutual Fund Trust Private Limited	Wholly owned Subsidiary
7.	Srei Insurance Broking Private Limited	Wholly owned Subsidiary
8.	Bengal Srei Infrastructure Development Limited	Subsidiary
9.	Srei Mutual Fund Trust	Trust

We had issued a Disclaimer of Conclusion basis the observations forming part of the report for the year ended March 31, 2022 and quarters ended June 30, 2022 and September 30, 2022.

6) **Basis for Disclaimer of Conclusion**

a. Note No. 2 to the Statement which explains that the Administrator has initiated audits/reviews relating to the processes and compliances of SIFL and SEFL and has also appointed professionals for conducting transaction audit as per Sections 43, 45, 50 and 66 of the Code. Note No. 2 also explains that since the Administrator has taken charge of the affairs of SIFL and SEFL on October 4, 2021, the Administrator is not liable or responsible for any actions and regarding the information pertaining to the period prior to October 4, 2021 and has relied upon the explanations, clarifications, certifications, representations and statements made by the existing officials of SIFL and SEFL who were also part of the respective Companies prior to the appointment of the Administrator.

Further as stated in Note No. 2, the Administrator of SIFL and SEFL received certain account wise transaction audit reports from the professional agency appointed as the transaction auditor indicating that there are certain transactions in SEFL which are fraudulent in nature as per Section 66 of the Code. Accordingly, the Administrator has filed applications under section 60(5) and section 66 of the Code before the Kolkata bench of the Hon'ble NCLT on various dates till February 5, 2023 for adjudication.

As per Ind AS 109, for a financial asset that is credit-impaired at the reporting date, an entity shall measure the expected credit losses as the difference between the asset's gross carrying amount and the present value of estimated future cash flows discounted at the financial asset's original effective interest rate. Any adjustment is recognised in profit or loss as an impairment gain or loss. Note No. 2 explains that SEFL has considered Impairment Reserve



amounting to Rs. 5,105 crores created in earlier periods as per RBI guidelines while calculating the impairment on such accounts which is not in accordance with Ind AS 109. Further, Note no. 5 to the Statement explains that basis revised ECL rates and the impairment reserve made in earlier periods in cases where they exceed gross exposure, SEFL made a lesser provision under the ECL, so as to restrict the net exposure at Nil, since no withdrawal from impairment reserve is permitted which is also not in accordance with Ind AS 109. The transaction audit is still in progress for other accounts. Pending the completion of the Transaction Audit, we are unable to comment on the impact of the same, if any, on the Statement.

- b. Note No. 3 to the Statement which states that the SEFL adopted a policy, to not recognize interest income on accounts in which transactions are determined as fraudulent by them. Had SEFL recognized the interest income, as aforesaid, interest income would have been higher by Rs. 218 crores and Rs. 361 crores for the quarter and nine months ended December 31, 2022 respectively. Subsequently, the ECL provision would also have been higher by Rs. 218 crores and Rs. 361 crores for the quarter and nine months ended December 31, 2022 respectively resulting no change in the loss for the quarter and nine months ended December 31, 2022.
- c. Note No. 5 to the Statement which explains that the Administrator has appointed, two (2) independent valuers to conduct the valuation of the assets of the Holding Company & SEFL and assets/collateral held as securities as required under the provisions of the Code. The valuation reports of the same have been submitted to the Consolidated CoC members and the same have not been made available to us on grounds of confidentiality. Accordingly, we are unable to comment on the impact of the same on the Statement.
- d. Note No. 6(a) to the Statement which states that SEFL has not provided for interest amount of Rs 1,193 crores and Rs.3,453 crores for the quarter and nine months ended December 31, 2022 respectively, in respect of SEFL's obligation for interest and principal amount on all the borrowings since insolvency commencement date i.e., October 8, 2021.

Note No. 6(b)(ii) to the Statement which states that SIFL has not provided for interest amount Rs.6 crores and Rs. 19 crores on Intercompany Deposit (ICD) for the quarter and nine months ended December 31, 2022 respectively, in respect of SIFL's obligation for interest on ICD since insolvency commencement date i.e., October 8, 2021.

Note No. 6(c)(ii) to the Statement which states that SIFL has not provided for interest amount of Rs. 8 crores and Rs. 24 crores on Non-convertible Perpetual Bond for the quarter and nine months ended December 31, 2022 respectively, in respect of SIFL's obligation for interest on Non-convertible Perpetual Bond since insolvency commencement date i.e., October 8, 2021.

Had SIFL and SEFL provided their obligation for interest, as aforesaid, loss before tax for the quarter and nine months ended December 31, 2022 would have increased by Rs. 1,207 crores and Rs. 3,497 crores respectively.

- e. Note No. 7 to the Statement which explains that during the financial year 2019-20, the Holding Company and SEFL accounted for the slump exchange transaction and consequently recognized and derecognized the relevant assets and liabilities in their books of account, pursuant to the Business Transfer Agreement ('BTA') with SEFL, with effect from October 1, 2019, subject to necessary approvals. The superseded Board of Directors and erstwhile management of SIFL and SEFL obtained expert legal and accounting opinions in relation to



the accounting of BTA which confirmed that the accounting treatment so given is in accordance with the relevant Ind AS and the underlying guidance and framework. The Note further explains that during the financial year 2020-2021, SEFL had filed two separate applications under Section 230 of the Act before the Hon'ble NCLT proposing Schemes of Arrangement (the Schemes) with all its secured and unsecured lenders. Since applications/appeals in connection with the Schemes were pending before Hon'ble NCLT/NCLAT, the superseded Board of Directors and erstwhile management had maintained status quo on the Scheme including accounting of BTA. Both the Schemes were rejected by majority of the creditors and an application of withdrawal was filed by the Administrator in this matter which has been allowed by the Tribunal vide order dated February 11, 2022.

As stated in the said Note, SEFL is in the process of consolidated resolution of SEFL and SIFL and hence no further action is being contemplated regarding establishing the validity of BTA or otherwise, consequent upon the withdrawal of Schemes. Accordingly, the status quo regarding BTA, as it existed on the date of commencement of CIRP, has been maintained. In view of the uncertainties that exist in the matter of BTA, we are unable to comment on the accounting of BTA, as aforesaid, done by the Holding Company and SEFL and accordingly on the impact of the same, if any, on the Statement.

- f. Note No. 9 to the Statement which explains that the Administrator has invited the financial/operational/other creditors to file their respective claims and that the admission of such claims is in process. Further, the note explains that the effect in respect of the claims, as on October 8, 2021, admitted by the Administrator till January 19, 2023 has been given effect in the books of account. The note also explains that the creditors can file their claim during CIRP and the figures of claims admitted and accounted in the books of account might undergo changes during CIRP. Hence, adjustments, if any, arising out of the claim verification and submission process, will be given effect in subsequent periods. We are unable to comment on the impact of the same, if any, on the Statement.

Further Note No. 9 to the Statement also explains that SEFL as per the Code on the date of commencement of CIRP i.e., October 8, 2021 has converted foreign currency debt into INR and accordingly has not translated its foreign currency exposure as on December 31, 2022, as per requirements of Ind AS 21. We are unable to comment on the impact of the same, if any, on the Statement.

- g. Note No. 10 to the Statement which explains the reasons owing to which SEFL has not been able to comply with guidelines of RBI in relation to mandatory hedging of exposure in External Commercial Borrowings amounting to Rs. 273 crores as at December 31, 2022 as per contractual terms. As stated, in the said note, SEFL has reported the above fact to RBI and reply of the same is awaited from RBI. We are unable to comment on the impact of the same or any other consequences arising out of such non-compliance, if any, on the Statement.

- h. Note No. 11 (i) to the Statement which explains valuation of investment in Infra Construction Fund (ICF). The Fund has investment in equity shares of India Power Corporation Limited (IPCL), allotment of which is pending till the date of reporting since the year 2013. Since the matter relating to the allotment of the IPCL is pending due to non-compliance of SEBI Regulations by IPCL, consequent change in fair value, if any, is not ascertainable at this stage. Accordingly, we are unable to comment on the impact on the value of the same, if any on the Statement.

- i. Note No. 11 (ii) to the Statement which explains Trinity Alternative Investments Managers Limited (Trinity) has not provided NAV for the quarter ended December 31, 2022 of various funds managed by them in which the Holding Company has made the investment. The Holding Company has valued its investments in the funds at the NAV that existed as on



September 30, 2022. In the absence of NAV of the funds as on December 31, 2022, we are unable to comment on the impact of the same, if any, on the Statement.

- j. Note No. 11 (iii) to the Statement which explains valuation of investment in the equity shares of IPCL pending allotment of such equity shares till the date of reporting since the year 2013. Since the matter relating to the allotment of the IPCL is pending due to non-compliance of SEBI Regulations by IPCL, consequent change in fair value, if any, is not ascertainable at this stage. We are unable to comment on the valuation of such investment if any, on the Statement.
- k. Note No. 13 to the Statement which explains that the erstwhile management of SIFL and SEFL, as per the specific directions from Reserve Bank of India (RBI) in relation to certain borrowers referred to as 'probable connected parties/related parties', in line with arm's length principles, was in the process of re-assessing and re-negotiating terms and conditions with such borrowers and all other borrowers, who have been granted loans with moratorium period and at interest rate which is linked with the cash flows of the project. However, the said process was not concluded and meanwhile SEFL has gone into CIRP. As stated in the said Note, the Administrator is not in a position to comment on the views adopted by the erstwhile management in relation to the RBI's direction since these pertain to the period prior to the Administrator's appointment. As stated in paragraph (a) above, the Administrator has initiated a transaction audit/review relating to the process and compliance of SIFL and SEFL and has also appointed professionals for conducting transaction audit as per section 43, 45, 50 and 66 of the Code, which is in process. Out of Accounts referred by the RBI in the directions, the Administrator has received certain account-wise transaction audit reports, which has identified some of such accounts as fraudulent in nature under Section 66 of the Code, including undervalued transactions. The gross exposure of such borrower in SEFL amounts to Rs. 10,643 crores and Rs. 9,881 crores as on December 31, 2022 and as on March 31, 2022 respectively and the total exposure (net of impairment) towards such borrowers is Rs. NIL and Rs. 5,697 crores as on December 31, 2022 and as on March 31, 2022 respectively. In respect of such accounts, the Administrator has filed applications under Section 60(5) and Section 66 of the Code before the Kolkata Bench of Hon'ble NCLT on various dates till February 5, 2023 for adjudication. The transaction audit is still in progress for other accounts and the Statement is subject to completion of such audits / reviews. We are unable to comment on the impact of the same, if any, on the Statement.
- l. Note No. 14 to the Statement which explains the reasons owing to which SIFL and SEFL are not able to comply with the requirements of Section 135 of the Act in relation to depositing unspent amount of CSR. As stated, in the said note, SIFL and SEFL have written to the Ministry of Corporate Affairs ('MCA') seeking exemptions from the obligations of SIFL and SEFL under portions of Section 135(5) and Section 135(7) of the Act. We are unable to comment on the impact of the same or any other consequences arising out of such non-compliance, if any, on the Statement.
- m. Note No. 15 to the Statement which states that SEFL has not been able to maintain the security cover as stated in the Information Memorandum/Debenture Trust Deeds etc. which is sufficient to discharge the principal and interest amount at all times for the secured non-convertible debentures issued by SEFL. Further, as stated in the said Note and paragraph (c) above, the valuation reports of the same have been submitted to the Consolidated CoC members and the same have not been made available to us on grounds of confidentiality.



Accordingly, any impact on the percentage of security cover has not been considered. Hence, we are unable to comment on Note No. 15 as given by the Group in the Statement.

- n. Note No. 16 to the Statement which explains that in relation to certain borrowings (including secured borrowings and NCDs) acquired by SEFL from SIFL pursuant to BTA as stated in Note No. 7 to the Statement, charges created on such borrowings are yet to be transferred in the name of SEFL and are still appearing in the name of the Holding Company for the reasons stated in the said Note. We are unable to comment on the impact of the same or any other consequences arising out of it, if any, on the Statement.
- o. Note No. 17 to the Statement which explains the reasons owing to which SIFL and SEFL are not able to comply with the requirements of Section 125 of the Act in relation to transfer of certain amounts lying unpaid for 07 years to Investor Education Protection Fund ('IEPF'). As stated, in the said note, SIFL and SEFL have written to IEPF authorities and requested guidance in the matter. We are unable to comment on the impact of the same or any other consequences arising out of such non-compliance, if any, on the Statement.
- p. Note No. 19 to the Statement which explains that during the year ended March 31, 2022, based on the directions of RBI, SEFL has made provisions amounting to Rs. 98 crores and Rs. 50 crores in respect of direct tax cases and indirect tax cases respectively where SEFL was under various stages of appeal with the relevant tax authorities. However, SEFL has not assessed whether the outflow of resource embodying economic benefits is probable or not as per the requirements of Ind AS 37- 'Provisions, Contingent Liabilities and Contingent Assets'. Hence, in absence of such assessment, we are unable to comment on any non-compliance with Ind AS and the corresponding impact of the same, if any, on the Statement.
- q. Note No. 21 to the Statement which explains that SIFL has not received Board approved financial results of 01 subsidiary, viz. Trinity Alternative Investment Managers Limited (Trinity) and 02 subsidiaries of Trinity (step down subsidiaries of SIFL), viz. Hyderabad Information Technology Venture Enterprises Limited and Cyberabad Trustee Company Private Limited for the quarter and nine months ended December 31, 2022 despite written request and follow ups and accordingly, the financial results of these companies have not been considered for consolidation as on December 31, 2022. Accordingly, the consolidated financial results for the quarter and nine months ended December 31, 2022 are not comparable with the consolidated financial results for the quarter ended March 31, 2022 and quarter and nine months ended December 31, 2021. We are unable to comment on the possible impact of the same on the consolidated financial results for the quarter and nine months ended December 31, 2022 or any other consequences arising out of such non-compliance, if any, on the Statement.
- r. The project progress reports of various borrowers in case of SEFL are yet to be received. Hence, we are unable to comment on the status and the impact of the same, if any, on the Statement.
- s. We have been informed that certain information including the minutes of meetings of the Committee of Creditors, Advisory Committee, Joint Lenders and Transaction Audit Reports are confidential in nature and has not been shared with us. Accordingly, we are unable to comment on the possible financial effects on the Statement, including on presentation and disclosures, if any, that may have arisen if we had been provided access to that information.



- t. In view of the possible effects of the matters described in paragraph 6(a) to 6(s) above, we are also unable to comment on SEFL's compliance of the covenants in respect of all borrowings (including creation of charges) and consequential implications including disclosures etc., if any.
- u. In view of the possible effects of the matters described in paragraph 6(a) to 6(t) above, we are also unable to comment on the Holding Company's and SEFL's compliance on various regulatory ratios/ limits and consequential implications including disclosures, If any.
- v. In view of the possible effects of the matters described in paragraph 6(a) to 6(u) above, we are also unable to comment on the ratios disclosed by SIFL and SEFL in Annexure 1 to the Statement.

7) Disclaimer of Conclusion

In view of the significance of the matters described in paragraph 6 above and the uncertainties involved, we have not been able to obtain sufficient and appropriate evidence and therefore, unable to conclude as to whether the Statement has been prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India or state whether the Statement has disclosed the information required to be disclosed, including the manner in which it is to be disclosed, or that it contains any material misstatement.

We had also issued a Disclaimer of Conclusion Report basis the observations forming part of the report for the quarter and year ended March 31, 2022 and quarters ended June 30, 2022 and September 30, 2022.

8) Material Uncertainty Related to Going Concern

We draw attention to Note No. 12 to the Statement which states that SIFL and SEFL have been admitted to CIRP and also indicates the factors that have resulted into net loss during the quarter and nine months ended December 31, 2022 and also during previous quarters / year. As a result, the Group's net worth has fully eroded and the Group has not been able to comply with various regulatory ratios/limits. All this have impacted the Group's ability to continue its operations in normal course in future. These events or conditions, along with other matters as set forth in the aforesaid Note, indicate that there is a material uncertainty which casts significant doubt about the Group's ability to continue as a 'going concern' in foreseeable future. However, for the reasons stated in the said note, the Group have considered it appropriate to prepare their Statement on a going concern basis.

9) We draw attention to the following matters in the notes to the Statement:

- a. As stated in Note No. 5 to the Statement, SEFL on the basis of abundant prudence, has decided to make provision to the extent of interest income recognized during the respective quarter on Net Stage – III Accounts. Accordingly, SEFL has made a total provision of Rs. 206 crores on such accounts for the nine months ended December 31, 2022 which includes an additional provision of Rs. 76 crores as management overlay in the quarter ended September 30, 2022. This has resulted in increase in impairment on Financial Instruments (Net) by Rs. 206 crores and thereby increase in loss by Rs. 206 crores for the nine months ended December 31, 2022.
- b. Note No. 6 (a) to the which explains that that SEFL has not provided for interest amount of Rs 2,000 crores for the year ended March 31, 2022 in respect of SEFL's obligation for interest and principal amount on all the borrowings since insolvency commencement date i.e., October 8,



2021.

Note No. 6 (b) (i) to the Statement which explains that considering the restrictions imposed by the lenders on the related party payments, SIFL had received consent for waiver of interest on Inter Corporate Deposit taken by SIFL from SEFL. Accordingly, SIFL has not accounted for interest of Rs. 27 crores for the year ended March 31, 2022.

Note no. 6 (c) (i) to the Statement which explains that SIFL had received consent for waiver of interest on Non-convertible Perpetual Bond from the Bond Holders. Accordingly, SIFL has not accrued interest of Rs. 33 crores for the year ended March 31, 2022.

- c. Note No. 8 to the Statement which explains that in view of the impracticability for preparing the resolution plan on individual basis in case of the Holding Company and SEFL, the Administrator, after adopting proper procedure, has filed applications before the Hon'ble NCLT, Kolkata Bench seeking, amongst other things, consolidation of the CIRP of the Holding Company and SEFL. The application in the matter is admitted and the final order was received on February 14, 2022 wherein the Hon'ble NCLT approved the consolidation of the corporate insolvency of the Holding Company and SEFL. The Hon'ble NCLT, Kolkata Bench has extended the deadline for the completion of CIRP on or before February 18, 2023.
- d. Note No. 18 to the Statement which explains that the Holding Company during the quarter and year ended March 31, 2022 on behalf of SEFL, had invoked 49% equity shares of Sanjvik Terminals Private Limited ('STPL'), which were pledged as security against the loan availed by one of the borrowers of SEFL. These shares appear in the demat statement of the Holding Company, whereas the borrower was transferred to SEFL pursuant to BTA. SEFL is in the process of getting these shares transferred in its name. Till such name transfer, the Holding Company is holding these shares in trust for SEFL for disposal in due course. SEFL has taken an expert opinion, which confirms that since the Holding Company is not exercising any significant influence/control over STPL, hence, STPL is not a subsidiary/associate in terms of Ind AS 110 / Ind AS 28 and accordingly is not required to prepare consolidated financial statements with respect to its holding of 49% of the equity shares of STPL.
- e. Note No. 22 to the Statement which states that based on the information available in the public domain, forensic audit was conducted on SIFL and SEFL and few lenders have declared the bank account of SIFL and SEFL as fraud. However, in case of one of the lenders, on the basis of petition filed by the ex-promoters, Hon'ble High Court of Delhi has restrained the said lender from taking any further steps or action prejudicial to the petitioner on the basis of the order declaring the petitioner's bank account as fraud. The next hearing in the matter has been listed April 25, 2023. Reports of such forensic audit was not made available to us.
- f. Note No. 23 to the Statement which states which states that the Enforcement Directorate (ED) on January 31, 2023 conducted simultaneous investigations on office premises of the Holding Company and SEFL. The outcome of the same is pending.

10) Other Matters

- a. The Statement includes the interim financial results of 01 subsidiary (SEFL) whose interim financial results reflect total revenues of Rs. 237 crores and 1,278 crores, total net profit after tax / (loss) of Rs. (3,213) crores and Rs. (11,027) crores and total comprehensive income of Rs. (3,214) crores and Rs. (11,033) crores for the quarter and nine months ended December 31, 2022 respectively, as considered in the Statement. The interim financial results of this subsidiary have been reviewed by other auditors whose reports have 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 this subsidiary is based solely on the report of the other auditors and the procedures performed by us as stated in paragraph 4 above.

- b. The Statement includes the interim financial results of 07 subsidiaries and 01 Trust whose interim financial results reflect total revenues of Rs. 1 crore and Rs. 6 crores, total net profit / (loss) after tax of Rs. (5) crores and Rs. 14 crores and total comprehensive income / (loss) of Rs. (4) crores and Rs. 14 crores for the quarter and nine months ended December 31, 2022, as considered in the Statement. These interim financial results have not been reviewed by the auditors of such subsidiaries and have been furnished to us by the Management and our reporting on the Statement, in so far as it relates to the amounts and disclosures included in respect of these subsidiaries, is based solely on such unreviewed interim financial results. According to the information and explanations given to us by the Management, these interim financial results are not material to the Group.

For D. K. Chhajjer & Co.

Chartered Accountants

FRN: 304138E



Manoj Kumar Roongta

Partner

Membership No.: 057761

UDIN: 23057761B6ZDYZ5194

Place: Kolkata

Date: February 08, 2023



UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER AND NINE MONTHS ENDED 31ST DECEMBER, 2022

		Quarter ended			Nine Months ended		(Rs. in Lakhs)
Particulars		31-Dec-22 (Unaudited)	30-Sep-22 (Unaudited)	31-Dec-21 (Unaudited)	31-Dec-22 (Unaudited)	31-Dec-21 (Unaudited)	Year ended 31-Mar-22 (Audited)
	Revenue from Operations						
	Interest Income	19,551	37,656	67,754	107,899	190,351	254,594
	Dividend Income	-	-	-	-	-	-
	Rental Income	3,580	6,959	11,197	16,947	33,156	44,421
	Fees and Commission Income	222	610	2,515	2,386	5,981	7,059
	Net gain on fair value changes	-	-	-	-	-	-
	Net gain on derecognition of financial instruments	-	-	-	-	2,874	-
	Net gain on derecognition of financial instruments under fair value through profit or loss	2	2	-	5	7	7
	Others	736	789	1,976	2,402	3,653	3,396
(I)	Total Revenue from Operations	24,091	46,016	83,442	129,639	236,022	309,477
(II)	Other Income	1,209	77	500	1,333	(399)	2,720
(III)	Total Income (I+II)	25,300	46,093	83,942	130,972	235,623	312,197
	Expenses						
	Finance Costs	278	992	31,164	7,176	206,509	216,918
	Fees and Commission Expense	174	93	332	576	2,010	2,512
	Net loss on fair value changes	(15)	2,919	(300)	3,698	28,685	27,492
	Net loss on derecognition of financial instruments under amortised cost	913	1,421	1,113	2,663	11,746	12,328
	Impairment on Financial Instruments (Net)	63,742	27,354	21,427	138,905	186,446	201,511
	Purchase of Stock -in-trade	-	-	-	-	-	-
	Employee Benefits Expenses	2,005	2,077	3,061	6,450	9,553	12,161
	Depreciation, Amortisation and Impairment	10,753	11,676	14,119	34,500	43,858	56,990
	Administrative and Other Expenses	6,002	6,239	5,206	16,292	21,438	25,345
	Loss / write-off on Repossessed Assets and Assets acquired in satisfaction of debt	10,630	1,256	709	13,615	4,041	4,320
(IV)	Total Expenses (IV)	94,482	54,027	76,831	223,875	514,286	559,577
(V)	Profit before Exceptional Items & Tax (III-IV)	(69,182)	(7,934)	7,111	(92,903)	(278,663)	(247,380)
(VI)	Exceptional Items (Note 2)	(252,688)	(311,554)	-	(1,008,815)	-	-
(VII)	Profit/ (Loss) Before Tax (V+VI)	(321,870)	(319,488)	7,111	(1,101,718)	(278,663)	(247,380)
(VIII)	Tax Expense:						
	(a) Current Tax	(2)	10	143	36	255	252
	(b) Income Tax in respect of earlier year	-	-	-	1	7,962	6,881
	(c) Deferred Tax	(4)	(4)	(14)	(14)	69	(38)
(IX)	Profit/ (Loss) After Tax but before Loss of Associates (VII-VIII)	(321,864)	(319,494)	6,982	(1,101,741)	(286,949)	(254,475)
(X)	Share of Profit/ (Loss) of Associates	-	-	-	-	-	-
(XI)	Profit/ (Loss) After Tax (IX+X)	(321,864)	(319,494)	6,982	(1,101,741)	(286,949)	(254,475)
(XII)	Other Comprehensive Income/(Expense)						
	Items that will not be reclassified to Profit or Loss						
	- Remeasurement Gains/ (Losses) on Defined Benefit Plan	6	18	(38)	19	(110)	(29)
	- Gains/ (Losses) on Equity Instruments through Other Comprehensive Income	1,192	21,359	6,906	21,534	25,925	(33,485)
	- Tax related to above	(1)	(1)	(6)	(1)	(43)	165
	Items that will be reclassified to Profit or Loss						
	- Effective portion of gains and losses on hedging instruments in a cash flow hedge	-	-	-	-	14	14
	- Gains on fair valuation of loans	(117)	(6)	(229)	(675)	(892)	(210)
	- Tax related to above	-	-	-	-	-	-
	Total Other Comprehensive Income/(Expense) (XII)	1,080	21,370	6,633	20,877	24,894	(33,545)
(XIII)	Total Comprehensive Income/(Expense) for the period (XI+XII)	(320,784)	(298,124)	13,615	(1,080,864)	(262,055)	(288,020)
	Profit/ (Loss) for the period attributable to:						
	-Owners of the parent	(321,863)	(319,496)	6,929	(1,101,734)	(287,138)	(254,531)
	-Non-controlling interest	(1)	2	53	(7)	189	56
	Other Comprehensive Income/(Expense) for the period attributable to:						
	-Owners of the parent	1,080	21,370	6,630	20,877	24,831	(33,372)
	-Non-controlling interest	-	-	3	-	63	(173)
	Total Comprehensive Income/(Expense) for the period attributable to:						
	-Owners of the parent	(320,783)	(298,126)	13,559	(1,080,857)	(262,307)	(287,903)
	-Non-controlling interest	(1)	2	56	(7)	252	(117)
	Paid-up Equity Share Capital (Par Value Rs. 10/- per Equity Share)	50,309	50,309	50,309	50,309	50,309	50,309
	Other Equity excluding Revaluation Reserves	-	-	-	-	-	(656,191)
	Earnings per Equity share (Basic and Diluted) (in Rs.) (*Not annualised)	*(63.98)	*(63.51)	*1.39	*(218.99)	*(57.04)	(50.58)
	(Par Value Rs. 10/- per Equity Share)						

For Srei Infrastructure Finance Limited
 (a Company under Corporate Insolvency Resolution Process by an order dated October 8, 2021 passed by Hon'ble NCLT, Kolkata)





RAJNEESH SHARMA
 ADMINISTRATOR APPOINTED UNDER IBC

Place: Kolkata
 Date: February 08, 2023

The Administrator has been appointed under Rule 5(a)(iii) of the Insolvency and Bankruptcy (Insolvency and Liquidation Proceedings of Financial Service Providers and Application to Adjudicating Authority) Rules, 2019 under the Insolvency and Bankruptcy Code, 2016 (IBC). The affairs, business and property of Srei Infrastructure Finance Limited are being managed by the Administrator, Mr. Rajneesh Sharma, who acts as agent of the Company only and without any personal liability.

Address for Correspondence - Vishwakarma 86C, Topsia Road (South), Kolkata, West Bengal, 700046
 Email ID for Correspondence - sreiaministrator@srei.com







Segment wise Revenue, Results, Assets and Liabilities

(Rs. in Lakhs)

Particulars	Quarter ended			Nine Months ended		Year ended
	31-Dec-22 (Unaudited)	30-Sep-22 (Unaudited)	31-Dec-21 (Unaudited)	31-Dec-22 (Unaudited)	31-Dec-21 (Unaudited)	31-Mar-22 (Audited)
1. Segment Revenue						
(a) Financial Services	24,345	45,879	83,582	129,818	236,167	309,606
(b) Others	(116)	273	1	236	3	159
Total	24,229	46,152	83,583	130,054	236,170	309,765
Less: Inter Segment Revenue	138	136	141	415	148	288
Net Income from Operations	24,091	46,016	83,442	129,639	236,022	309,477
2. Segment Results						
(a) Financial Services	(69,171)	(7,920)	7,126	(92,863)	(278,616)	(247,314)
(b) Others	(11)	(14)	(15)	(40)	(47)	(66)
Profit Before Tax	(69,182)	(7,934)	7,111	(92,903)	(278,663)	(247,380)
3. Segment Assets						
(a) Financial Services	1,569,397	1,881,880	2,692,929	1,569,397	2,692,929	2,651,982
(b) Others	1,939	1,928	1,948	1,939	1,948	1,953
(c) Un-allocable	9,759	20,947	17,708	9,759	17,708	19,762
Total Segment Assets	1,581,095	1,904,755	2,712,585	1,581,095	2,712,585	2,673,697
4. Segment Liabilities						
(a) Financial Services	3,267,760	3,270,638	3,292,385	3,267,760	3,292,385	3,279,478
(b) Others	6	8	43	6	43	19
(c) Un-allocable	24	24	24	24	24	24
Total Segment Liabilities	3,267,790	3,270,670	3,292,452	3,267,790	3,292,452	3,279,521



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Notes:

1. **Supersession of Board of Directors and Implementation of Corporate Insolvency Resolution Process**

Reserve Bank of India ('RBI') vide press release dated October 4, 2021 in exercise of the powers conferred under Section 45-IE (1) of the Reserve Bank of India Act, 1934 ('RBI Act') superseded the Board of Directors of Srei Infrastructure Finance Ltd, ('the Company' or 'SIFL') and its material wholly owned subsidiary, Srei Equipment Finance Ltd. ('SEFL) and appointed an Administrator under Section 45-IE (2) of the RBI Act. Further, RBI in exercise of powers conferred under section 45-IE (5) (a) of RBI Act, constituted a three-member Advisory Committee to assist the Administrator in discharge of his duties.

Thereafter, RBI filed applications for initiation of Corporate Insolvency Resolution Process ('CIRP') against the SIFL & SEFL under section 227 read with clause (zk) of sub-section (2) of Section 239 of the Insolvency and Bankruptcy Code (IBC), 2016 ('the Code') read with Rules 5 and 6 of the Insolvency and Bankruptcy (Insolvency and Liquidation Proceedings of Financial Service Providers and Application to Adjudicating Authority) Rules, 2019 ('FSP Insolvency Rules') before the Hon'ble National Company Law Tribunal, Kolkata Bench ('Hon'ble NCLT'). Hon'ble NCLT vide its order dated October 8, 2021 admitted the application made by RBI for initiation of CIRP against SIFL & SEFL. Further, Hon'ble NCLT gave orders for appointment of Mr. Rajneesh Sharma, as the Administrator to carry out the functions as per the Code and that the management of SIFL & SEFL shall vest in the Administrator. Further, Hon'ble NCLT also retained the three-member Advisory Committee, as aforesaid, for advising the Administrator in the operations of the Company & SEFL during the CIRP.

There have been changes in the composition of the Advisory Committee on June 22, 2022 and January 31, 2023. The Consolidated Committee of Creditors (CoC) took on record three Resolution Plans received from Prospective Resolution Applicants (PRAs) on January 18, 2023. The three Resolution Plans received by the Consolidated CoC were put to vote and the same is underway.

2. The above unaudited consolidated financial results of SIFL, its subsidiaries and trust together referred to as "the Group" for the quarter and nine months ended December 31, 2022 have been taken on record by the Administrator on February 8, 2022 while discharging the powers of the Board of Directors of the Company and SEFL which were conferred upon him by RBI press release dated October 4, 2021 and subsequently, powers conferred upon him in accordance with Hon'ble NCLT order dated October 8, 2021. It is also incumbent upon the Resolution Professional, under Section 20 of the Code, to manage the operations of the Company and SEFL as going concern. As a part of the CIRP, the Administrator has initiated audits/reviews relating to the processes and compliances of the Company and has also appointed professionals for conducting transaction audit as per section 43, 45, 50 and 66 of the Code. The Administrator of the Company received certain account wise transaction audit reports from the professional agency appointed as the transaction auditor indicating that in SEFL there are transactions amounting to Rs 18,054 crores which are fraudulent in nature under section 66 of the Code including transactions amounting to Rs 1,314 crores determined as undervalued transactions. Accordingly, the Administrator has filed applications under section 60(5) and section 66 of the Code before the Kolkata bench of the Hon'ble National Company Law Tribunal (NCLT) on various dates till February 5, 2023 for adjudication.

In terms of paragraph 2 (b) of Annex to the guidelines DOR (NBFC). CC.PD.No.109/22.10.106/2019-20 dated March 13, 2020 issued by RBI on Implementation of Indian Accounting Standards for Non-Banking Finance Companies and Asset Reconstruction Companies, SEFL had created Impairment Reserve amounting to Rs. 5,105 crores on such accounts, wherever applicable in the earlier periods. Since no withdrawal from such reserve is permitted without the prior permission of RBI as per the notification/ circular referred above, an amount of Rs 2,201 crores and Rs 9,303 crores has been provided towards loans loss provisioning and Rs. 325 and Rs. 785 Crores has been provided as loss on fair valuation for the quarter and nine months ended December 31, 2022 respectively after considering the impact of impairment reserve as stated above and provisions made earlier, thereby making impairment to the extent of 100% of gross exposure, despite having some underlying securities as a matter of abundance prudence. If the loan loss provisioning would have been provided without considering the impairment reserve as mentioned above the loss before tax for the quarter and nine months ended December 31, 2022 would have increased by Rs.1,346 crores and Rs.5,105 crores respectively, and correspondingly impairment reserve of Rs. 1,346 crores and Rs.5,105 crores respectively would have been transferred to retained earnings, thereby having no impact on shareholders fund. In addition to the above, basis the transaction audit reports from the professional agency appointed as the transaction auditor, the Administrator has filed an application under section 60(5) and section 66 of the Code before the Kolkata bench of the Hon'ble National Company Law Tribunal (NCLT) on November 18, 2022 for an amount of Rs. 848 Crores, being the net shortfall in payments to the Company's lenders who were assigned the Pool Loans as on September 30, 2021 for adjudication.

The transaction audit is still in progress for other accounts and these financial results are subject to the outcome of such audits / reviews.

3. **Non recognition of Interest Income on transactions reported under section 60(5) and section 66 of the Code**

During the quarter ended September 30, 2022, as a matter of prudence, SEFL has adopted a policy for the borrowers whose transactions with are determined as fraudulent, not to recognise the income on such accounts from the start of the quarter in which such transactions are reported as fraudulent by SEFL. Further, in case of transactions determined as fraudulent in previous periods prior to the adoption of this policy, no income is being recognised w.e.f. July 1, 2022 in all such cases. Had the policy not changed, the interest income would have been higher by Rs.218 crores and Rs. 361 crores for the quarter and nine months ended December 31, 2022 respectively. Subsequently, the ECL provision would also have been higher by Rs.218 crores and Rs.361 crores for the quarter and nine months ended 31 December 31, 2022 respectively resulting no change in the loss for the quarter and nine months ended December 31, 2022.



4. Since the Administrator has taken charge of the affairs of the Company on October 4, 2021, the Administrator is not liable or responsible for any actions and has no personal knowledge of any such actions of the Company prior to his appointment and has relied on the position of the financial results of the Company as they existed on October 4, 2021.

Regarding information pertaining to period prior to October 4, 2021 the Administrator has relied upon the explanations, clarifications, certifications, representations and statements made by the existing management team ('the existing officials of SIFL & SEFL') who were / are part of SIFL & SEFL prior to the appointment of the Administrator.

The above consolidated financial results for the quarter and nine months ended December 31, 2022 were subjected to limited review by the Statutory Auditors, D.K. Chhajer & Co., Chartered Accountants of the Company as required under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended ('Listing Regulations').

5. Loan loss provisioning

SEFL on the basis of abundant prudence, has made a provision to the extent of interest income recognised during the respective quarter on Net Stage - III accounts. Accordingly, SEFL has made a total provision of Rs. 206 crores on such accounts for the nine months ended December 31, 2022. This includes an additional provision of Rs. 76 crores as management overlay in the quarter ended September 30, 2022. This has resulted in increase in Impairment on Financial Instruments (Net) by Rs. 206 crores and thereby increase in loss by Rs. 206 crores for the nine months ended December 31, 2022. Based on the ECL policy, SEFL has made ECL provision aggregating to Rs. 2,613 crores and Rs. 10,226 crores for the quarter and nine months ended December 31, 2022 respectively which includes provision of Rs. 2,201 crores and Rs. 9,303 crores as stated in Note No. 2 above.

Further, in terms of paragraph 2 (b) of Annex to the guidelines DOR (NBFC). CC.PD.No.109/22.10.106/2019-20 dated March 13, 2020 issued by RBI on Implementation of Indian Accounting Standards for Non-Banking Finance Companies and Asset Reconstruction Companies, SEFL has also considered provision amounting to Rs. NIL crores and Rs. 437 crores for the quarter and nine months ended December 31, 2022 respectively under Income Recognition, Asset Classification and Provisioning Norms. Such provision is also over and above ECL provision as stated above and has been accounted as 'Impairment Reserve'. SEFL has revised the ECL model basis March 31, 2022, audited data and given the effect of the same during the quarter and nine months ended December 31, 2022. In cases where the ECL provision basis such revised rate and the impairment reserve made in earlier periods was more than the gross exposure, SEFL made a lesser provision under the ECL, so as to restrict the net exposure at Nil, since no withdrawal from such impairment reserve is permitted. If the loan loss provisioning would have been provided without considering the impairment reserve as mentioned above the loss before tax for the quarter and nine months ended December 31, 2022 would have increased by Rs. 317 crores and Rs. 317 crores respectively, and correspondingly impairment reserve of Rs. 317 crores and Rs. 317 crores respectively would have been transferred to retained earnings, thereby having no impact on shareholders fund.

As part of the ongoing CIRP process the Administrator has appointed, two (2) independent valuers to conduct the valuation of the assets of the Company & SEFL and assets/collateral held as securities as required under the provisions of the Code. The valuation reports of the same have been submitted to the Consolidated CoC members.

6. Non provisioning of Interest on

a) Borrowings

Pursuant to admission under the CIRP, SEFL has not provided for interest amount of Rs 1,193 crores and Rs.3,453 crores for the quarter and nine months ended December 31, 2022 respectively and Rs 2,000 crores for the year ended March 31, 2022 on Borrowings since insolvency commencement date i.e. October 8, 2021 in respect of the Company's obligation for interest and principal amount for all the borrowings. Under the Code, the treatment of creditors under the resolution plan is as per debts due as on insolvency commencement date and therefore no interest is accrued and payable after this date.

b) Intercompany Deposit (ICD)

- i. The domestic lenders of the Company and SEFL stipulated Trust and Retention Account (TRA) mechanism w.e.f November 24, 2020, pursuant to which all the payments being made by SIFL and SEFL are being approved/released based on approval in the TRA mechanism and accordingly considering the restrictions imposed by the lenders on the related party payments, the Audit Committee of SIFL and SEFL in their meeting dated August 14, 2021 and August 11, 2021 respectively approved waiver of interest on ICD taken by SIFL from SEFL. The Company has not accounted for interest of Rs.27 crores for the year ended March 31, 2022.
- ii. Pursuant to the admission of the Company under the CIRP, SIFL has not provided for interest amount of Rs 19 crores on ICD for the nine months ended December 31, 2022 (including Rs.6 cr for the quarter ended December 31, 2022) in respect of SIFL's obligation for interest on ICD. Under the Code, the treatment of creditors under the resolution plan is as per debts due as on insolvency commencement date and therefore no interest are accrued and payable after this date.



c) Non-convertible Perpetual Bond

- i. Considering the significant impact of COVID-19 on business activity, the Company had received consent for waiver of interest on Non-convertible Perpetual Bond from the Bond Holders. Accordingly, the Company has not accrued interest of Rs.33 crores for the year ended March 31, 2022.
- ii. Pursuant to the admission of the company under the CIRP, SIFL has not provided for interest amount of Rs. 24 crores on Non-convertible Perpetual Bond for the nine months ended December 31, 2022 (including Rs.8 cr for the quarter ended December 31, 2022) in respect of SIFL's obligation for interest on Non-convertible Perpetual Bond. Under the Code, the treatment of creditors under the resolution plan is as per debts due as on insolvency commencement date and therefore no interest are accrued and payable after this date.

Had the interest been accrued on borrowings, as aforesaid in (a), (b) and (c) consolidated loss before tax for the nine months ended December 31, 2022 would have resulted in a loss before tax of Rs. 14, 514 crores, and the loss before tax for the quarter ended December 31, 2022 would have resulted in a loss before tax of Rs. 4,426 crores.

7. Business Transfer Agreement

During the year 2019-20, SIFL and SEFL entered into a Business Transfer Agreement ('BTA') to transfer the Lending Business, Interest Earning Business and Lease Business of the Company together with associated employees, assets and liabilities (including liabilities towards issued and outstanding non - convertible debentures) (Transferred Undertaking), as a going concern by way of slump exchange to SEFL pursuant to the BTA, subject to all necessary approvals. Accordingly, the Company and SEFL passed the relevant accounting entries in their respective books of account to reflect the slump exchange w.e.f. October 1, 2019 while allotment of shares by SEFL was made on December 31, 2019. The superseded Board of directors and erstwhile management of the Company, as existed prior to the appointment of the Administrator, had obtained external expert legal and accounting opinions in relation to the accounting of BTA which confirmed that the accounting treatment so given is in accordance with the relevant Ind AS and the underlying guidance and framework.

During the year 2020-2021, SEFL had filed two (2) separate applications under Sec. 230 of the Companies Act, 2013 ('the Act') before the Hon'ble NCLT, Kolkata vide applications no. CA 1106/KB/2020 and CA 1492/KB/2020 proposing Schemes of Arrangement (the Schemes) with all its secured and unsecured lenders (Creditors). BTA, constituted an integral part of the Schemes.

The first scheme (i.e. CA 1106/KB/2020) sought for amongst other things "formal consent to be obtained from the required majority of the creditors of SEFL to the completed acquisition by way of slump exchange of the Transferred Undertaking from SIFL in terms of the BTA and consequential formal novation of the loans and securities already forming part of SEFL's liabilities and outstanding to the creditor."

The second scheme (i.e. CA 1492/KB/2020) sought for amongst other things restructuring of the debt due to certain creditors of SEFL including secured debenture holders, unsecured debenture holders, perpetual debt instrument holders, secured ECB lenders and unsecured ECB lenders and individual debenture holders.

Pursuant to the directions of Hon'ble NCLT vide order dated October 21, 2020, the superseded Board of directors and erstwhile management of SIFL and SEFL had maintained status quo on the Scheme including accounting of BTA. The final order/s in connection with the Schemes was awaited from Hon'ble NCLT at that time.

Both the schemes of arrangement were rejected by the majority of the creditors during the meetings held pursuant to the Hon'ble NCLT's directions dated October 21, 2020 and December 30, 2020 respectively. Further, certain appeals were filed by rating agencies in the matter relating to the second scheme of arrangement (i.e. CA 1492/KB/2020).

An application of withdrawal was filed by the Administrator in this matter in Hon'ble NCLAT which has been allowed by NCLAT by an order dated February 11, 2022. As stated in Note- 8 below, the Administrator is in the process of filing consolidated resolution of SEFL and SIFL and hence no further action is being contemplated regarding establishing the validity of BTA or otherwise, consequent upon the withdrawal of Schemes as stated above. Accordingly, the status quo regarding BTA, as it existed on the date of commencement of CIRP, has been maintained.

In accordance with the obligations imposed on the Administrator under Section 18(f) of the Code, the Administrator has taken custody and control of SIFL and SEFL with the financial position as recorded in the balance sheet as on insolvency commencement date on an 'as-is where-is' basis. The accounts for the nine months ended December 31, 2022 have been taken on record by the Administrator in the manner and form in which it existed on the insolvency commencement date in view of the initiation of the CIRP and this fact has also been informed by the Administrator to the lenders and other stakeholders. Further, in line with the provisions of Section 14 of the Code, the Company has not alienated any of the assets appearing on the insolvency commencement date.

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8. Consolidated Resolution under CIRP

In view of the impracticability for preparing the resolution plan on individual basis in the case of the Company and SEFL, the Administrator, after adopting proper procedure, had filed applications before the Hon'ble NCLT in the insolvency resolution processes of SIFL and SEFL (IA No. 1099 of 2021 under CP.294/KB/2021 and IA No. 1100 of 2021 under CP.295/KB/2021) seeking the following prayers:

- Directing the consolidation of the corporate insolvency resolution processes of SIFL and SEFL;
- Directing formation of a Consolidated CoC for the consolidated corporate insolvency resolution processes of SIFL and SEFL;
- Directing and permitting the conduct of the corporate insolvency resolution processes of SIFL and SEFL in terms of the provisions of the Code in a consolidated manner including audit of transactions in relation to Section 43, Section 45, Section 50 and Section 66 of the Code, issuance of single request for submission of resolution plans by the Administrator and the submission and consideration of single resolution plan, for the consolidated resolution of SEFL and SIFL in terms of the provisions of the Code; and
- Directing and permitting the submission and approval of one consolidated resolution plan for the resolution of SEFL and SIFL in terms of the provisions of the Code.

The application in this matter was admitted and the final order received on February 14, 2022 wherein the Hon'ble NCLT approved the consolidation of the corporate insolvency of SIFL and SEFL. The Consolidated CoC took on record three Resolution Plans received from PRAs on January 18, 2023. The three Resolution Plans received by the Consolidated CoC were put to vote and the same is underway. The Hon'ble NCLT, Kolkata Bench has extended the deadline for the completion of CIRP on or before February 18, 2023.

9. Payment to lenders/others and claims under CIRP

CIRP has been initiated against SIFL and SEFL, as stated in Note No. 1 and accordingly, as per the Code, the Administrator has invited the financial/operational/other creditors to file their respective claims as on October 8, 2021 (i.e. date of commencement of CIRP). As per the Code, the Administrator has to receive, collate and verify all the claims submitted by the creditors of SIFL and SEFL. The claims as on October 8, 2021 so received by the Administrator till January 19, 2023 are in the process of being verified and updated from time to time and wherever, the claims are admitted, the effect of the same has been given in the books of accounts.

In respect of claims of creditors, which are under verification, the effect of the same in the books of account will be taken once the verification of the same is completed and admitted. Further, as aforesaid, since the creditors can file their claims during the CIRP, the figures of claims admitted in the books of account might undergo changes during the CIRP. Adjustments, if any arising out of the claim verification and admission process will be given effect in subsequent periods.

Further, the foreign currency debt of SEFL has been converted into INR as per the Code on the date of commencement of CIRP and accordingly, SEFL has not translated its foreign currency exposure as on December 31, 2022 as per the requirements of Ind AS 21 'The effects of changes in foreign exchange rates'.

10. Unhedged Foreign Currency Exposure / Trust and Retention Account

As per the requirements of RBI notification RBI/FED/2018-19/67 FED Master Direction No.5/2018-19 dated March 26, 2019 entities raising External Commercial Borrowings ('ECB') are required to mandatorily hedge 70 per cent of their ECB exposure in case the average maturity of ECB is less than 5 years, which SEFL complied on an ongoing basis till the nine months ended December 31, 2020. Thereafter, it was not able to meet the requirements of the aforesaid RBI notification due to procedural issues. SEFL was not able to make payment of the hedging premium/cost to the concerned banks for keeping the ECB exposures hedged, as aforesaid. Therefore, the concerned banks unwound the currency risk hedges, which resulted in ECB exposures amounting to Rs. 273 crores as per contractual terms being not hedged as on December 31, 2022, in terms of the aforesaid RBI notification. SEFL has reported the above fact to RBI and reply from the same is still awaited.

11. Fair value of Investment in Funds

i. Fair value loss on units of Infra Construction Fund

The Company is holding 18,80,333 units in Infra Construction Fund (ICF), managed by Trinity Alternative Investments Managers Limited (Trinity). The Company arrives at the fair valuation of units of ICF based on the NAV of the units provided by Trinity. ICF has made investments in equity shares of India Power Corporation Limited (IPCL) which are pending allotment. Till December 31, 2021, Trinity considered the quoted price of shares of IPCL as on balance sheet date for arriving the NAV of ICF. The Company is holding 18,80,333 units in Infra Construction Fund (ICF), managed by Trinity Alternative Investments Managers Limited (Trinity).

As on March 31 2022, the valuation provided by Trinity to the Company, considered the fair value of equity instrument in equity shares of IPCL at NIL, considering prolong delay in allotment of equity shares of IPCL till date since 2013. However, as per the valuation provided by Trinity as on September 30, 2022, the fair valuation of equity instrument in equity shares of IPCL was considered as Rs. 19,952 lakhs under the same legal circumstances as existed on previous reporting periods. For the purpose of accounting, such impact has been considered in the financial statements resulting into loss in Investment in ICF by Rs.53065 lakhs



for the quarter ended March 31, 2022 and again resulting into gain in Investment in ICF and Other Comprehensive Income by Rs.19,952 lakhs during the quarter ended September 30, 2022. The Company has enquired with the Trinity management regarding such frequent change in approach for valuation of these shares and no response has been received till date. The matter relating to the allotment of the IPCL is pending due to non-compliance of SEBI Regulations by IPCL.

- ii. Trinity is managing various funds in which the Company has made the investment. As a practice, Trinity was providing NAV of all the funds on quarterly basis till March 31, 2022. However, as on June 30, 2022, Trinity has not provided NAV of any funds. As per explanation given by Trinity Management, as per Clause 23 (1) of AIF Regulations, 2012, Investment Managers are mandated to provide NAV at least once in every six months. So, next NAV of the funds shall be provided as on March 31, 2023. Hence, the Company has valued its investments in the funds at the NAV that existed as on September 30, 2022. The Company is unable to estimate the impact on valuation of investments in Funds, had the NAV as on December 31, 2022 would have been provided by Trinity.
- iii. As on December 31, 2022, based on amalgamation process of DPSC Ltd with erstwhile IPCL, the Company is entitled to an allotment of 105524100 equity shares of India Power Corporation Limited (IPCL). However, allotment of the Company's holdings is pending since 2013. As the matter relating to the allotment of the IPCL is pending due to non-compliance of SEBI Regulation by IPCL. Fair value of Rs. 139 crores considered for accounting, is the market value of IPCL shares as on December 31, 2022.

12. Going Concern

The Group had reported net losses during the quarter ended December 31, 2022 and earlier year as well. Hence, the net worth has fully eroded.

There is persistent severe strain on the working capital and operations of the Group and it is undergoing significant financial stress. As stated in Note No. 1, CIRP was initiated in respect of the SIFL and SEFL w.e.f. October 8, 2021, the Holding Company have assessed that the use of the going concern assumption is appropriate in the circumstances and hence, these financial results have been prepared on a going concern assumption basis as per below:

- i) The Code requires the Administrator to, among other things, run SIFL and SEFL as a going concern during CIRP.
- ii) The Administrator, in consultation with the Consolidated CoC of SIFL and SEFL, in accordance with the provisions of the IBC, is making all endeavors to run SIFL and SEFL as a going concern. Considering the future business outlook and with time bound recovery of its due from customers and monetization of assets / securities, SIFL and SEFL are hopeful of improvement in its cash flows in due course of time.
- iii) Reduction in overhead expenditure.
- iv) Dedicated focused collection team to increase the collection and is also exploring all possibilities to start new business with the launch of various schemes.

CIRP is undergoing and presently, the Consolidated CoC took on record three resolution plans received from PRAs on January 18, 2023. The three Resolution Plans received by the Consolidated CoC were put to vote and the same is underway. Pending the completion of the said process under CIRP, these financial results have been prepared on a going concern basis.

13. Probable Connected / Related Companies

RBI in its inspection report and risk assessment report (the directions) for the year ended March 31, 2020 had identified 'certain borrowers' as probable connected/related companies. In view of the directions, SIFL and SEFL have been advised to re-assess and re-evaluate the relationship with the said borrowers to assess whether they are related parties to SIFL or to SEFL and also whether these are on arm's length basis.

It has been brought to the Administrator's notice that the erstwhile management of SIFL and SEFL had taken legal view to determine whether such borrowers are related parties to SIFL or SEFL. Based on the legal view, the erstwhile management was advised and had therefore come to the conclusion that the SIFL or to SEFL have no direct or indirect control or significant influence (as per Companies Act, 2013 and Ind AS) over such borrowers and are not under common control and accordingly, are not a related party of SIFL or SEFL. The erstwhile management had also obtained an assessment report on the review & verification of the transactions with the aforesaid probable connected/related companies from an independent Chartered Accountant firm, which states that the transactions of SIFL or to SEFL with probable connected parties were done at arm's length principles and are in the ordinary course of business and that such parties are not related parties of the SIFL or to SEFL under the Act or Ind AS 24.

Further, in view of RBI directions, in line with arm's length principles, the erstwhile management was in the process of re-assessing & re-negotiating terms and conditions with the aforesaid borrowers and all other borrowers, who have been granted loans with moratorium period and at interest rate which is linked with the cash flows of the project while ensuring that the overall yield is maintained. However, the same was not concluded and meanwhile SIFL and SEFL have gone into CIRP.



The total gross exposure towards such borrowers in SEFL is Rs 11,133 crores and Rs.11,591 crores as on December 31, 2022 and as on March 31, 2022 respectively and the total exposure (net of impairment) towards such borrowers is Rs.511 crores and Rs 7,088 crores as on December 31, 2022 and as on March 31, 2022 respectively.

However, the Administrator is not in a position to comment on the views adopted by the erstwhile management in relation to the findings of the directions since these pertain to the period prior to the Administrator's appointment. As a part of the CIRP, the Administrator has initiated transaction audits/reviews relating to the process and compliances and has also appointed professionals for conducting transaction audit as per section 43, 45, 50 and 66 of the Code.

Out of Accounts referred by the RBI in the directions, the Administrator has received certain account wise transaction audit reports, which has identified certain transactions as fraudulent in nature under section 66 of the Code, including undervalued transactions, the gross exposure of such borrower in SEFL amounts to Rs.10,463 crores and Rs. 9,881 crores as on December 31, 2022 and as on March 31, 2022 respectively and the total exposure (net of impairment) towards such borrowers is Rs. NIL and Rs. 5,697 crores as on December 31, 2022 and as on March 31, 2022 respectively. In respect of such accounts, the Administrator has filed applications under section 60(5) and section 66 of the Code before the Kolkata bench of the Hon'ble NCLT on various dates till February 5, 2023 for adjudication. SEFL has also made 100 percent impairment on such accounts. The transaction audit is still in progress for other accounts and these financial results are subject to the outcome of such audits / reviews.

14. As on March 31, 2021, SIFL and SEFL were having funds amounting to Rs. 5.76 crores in relation to the Corporate Social Responsibility ('CSR') which were unspent. These unspent amounts as per the requirements of Section 135 of the Act were to be transferred to funds specified under Schedule VII to the Act within a period of 6 months. However, the domestic lenders of SIFL and SEFL had stipulated TRA mechanism effective November 24, 2020, pursuant to which all the payments being made by SIFL and SEFL were being approved/released based on the TRA mechanism. SIFL and SEFL are not able to transfer the aforesaid unspent CSR amount as per the requirements of Section 135 of the Act. SIFL and SEFL have written letters to the Ministry of Corporate Affairs ('MCA') seeking exemptions from the obligations of SIFL and SEFL under portions of Section 135(5) and Section 135(7) of the Act. The reply from MCA in this regard is awaited.
15. As per Regulation 54(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations'), the secured redeemable non-convertible debentures as on December 31, 2022 are secured by first pari-passu charge by mortgage of immovable property at West Bengal / Tamil Nadu. SEFL had filed necessary e-forms for Debenture Trust Deed (DTD) novated from SIFL with ROC but the same have not been approved as stated in Note no. 16 (except for one ISIN wherein principal outstanding is Rs. 0.70 crores only, which was secured by immovable properties located at West Bengal and Delhi being in the books of Controlla Electrotech Private Limited and SIFL respectively for which necessary e-form post novation is not filed with ROC as stated in Note no. 16) and exclusive and/or specific charge on the specific & identified receivables of SEFL. Security cover available as on December 31, 2022, net of provisions as per Ind AS norms excluding provisions made under IRACP is 44.35% of the principal and interest amount of its secured redeemable non-convertible debentures. SEFL has not been able to maintain the security cover as stated in the Information Memorandum/Debenture Trust Deeds etc. As stated in Note No. 5 above, as part of the ongoing CIRP process the Administrator has appointed, two (2) independent valuers to conduct the valuation of the assets of the Company & SEFL and assets/collateral held as securities as required under the provisions of the Code. The valuation reports of the same have been submitted to the Consolidated CoC members.
16. As stated in Note No. 7, SEFL had acquired borrowings (including secured borrowings and NCDs) from SIFL and charges created with ROC in relation to such borrowings were to be transferred in the name of SEFL. In relation to the above, cases where the novation agreements are signed by the lenders / trustees pursuant to Slump Exchange Transaction between SIFL to SEFL, necessary e-forms w.r.t. charges have been filed by SEFL with the Registrar of Companies, Kolkata (ROC) except for one ISIN whereby principal outstanding is Rs. 0.70 crores only.

However, above charges filed by SEFL have not been approved by the ROC. Hence, the charges which were originally created in the name of SIFL for such secured borrowings are still continuing so in the records of ROC.

Further, with respect to certain borrowings where, though borrowed facilities have been repaid in full, charge satisfactions are still pending. This pendency is mainly on account of non-receipt of NOC from lenders etc. / completion of satisfaction formalities.

17. As per section 125 of the Companies Act, 2013, the Company and SEFL is required to transfer certain amount lying unpaid, for 7 years, to Investor Education Protection Fund ("IEPF"). Prior to the date of commencement of CIRP i.e. October 8, 2021 (CIRP commencement date) an amount of Rs. 18,574/- in SEFL and post commencement of CIRP an amount of Rs. 3,74,340/- in SEFL pertaining to the interest on application money and Rs.4,84,877/- by SIFL pertaining to unpaid dividend was transferable to IEPF in terms of section 125 of the Companies Act, 2013 on different dates till the December 31, 2022.



The Company and SEFL are unable to comply with the provision of Section 125 of the Companies Act, 2013 as they need to comply with the General Circular No. 08/ 2020 issued by the Ministry of Corporate Affairs (MCA) dated 6th March, 2020 captioned "Filing of forms in the Registry (MCA-21) by the Insolvency Professional (Interim Resolution Professional (IRP) or Resolution Professional (RP) or Liquidator) appointed under Insolvency Bankruptcy Code, 2016 (IBC, 2016)" which states that in respect of companies which are marked under CIRP in the Registry, Annual Return (e-form No.MGT-7) and Financial Statement (e-form AOC-4) and other documents under the provisions of the Companies Act, 2013, in accordance with directions issued by the NCLT/ NCLAT / Courts, shall be filed as attachments with e-form GNL-2 against the payment of one time normal fee only, till such time the company remains under CIRP. Separate GNL-2 forms shall be filed for each such document, by the IRP/ RP. However, since the GNL -2 form is not linked with IEPF -1 the Company is unable to generate SRN for payment to IEPF authorities. Due to said technical difficulty the Company and SEFL could not comply with the provisions of Sec 125 & other applicable provisions of the Companies Act, 2013. The Company has requested for guidance from IEPF authorities. Revert on the same is awaited.

18. During the quarter ended March 31, 2022, SIFL on behalf of SEFL has invoked 49% equity shares of Sanjvik Terminals Private Limited ('STPL'), which were pledged as security against the loan availed by one of the borrowers of SEFL. As at September 30, 2022, these shares appear in the demat statement of SIFL, whereas the borrower was transferred to SEFL pursuant to BTA, as stated in Note No. 7 above. SEFL is in the process of getting these shares transferred in its name. Till such name transfer, SIFL is holding these shares in trust for SEFL for disposal in due course.

SEFL has no intention to exercise any control/significant influence over STPL in terms of Ind AS 110/Ind AS 28.

SEFL has taken an expert opinion, which confirms that since SEFL is not exercising any significant influence/control over STPL, hence, STPL is not a subsidiary/associate in terms of Ind AS 110/Ind AS 28 and accordingly is not required to prepare consolidated financial statements with respect to its holding of 49% of the equity shares of STPL.

19. Based on the directions of RBI, during year ended March 31, 2022 SEFL has made provision amounting to Rs. 98 crores and Rs. 50 crores in respect of direct tax cases and indirect tax cases respectively where SEFL was under various stages of appeal with the relevant tax authorities. These amounts which have been provided for were appearing under 'Contingent Liabilities' earlier. Since, the provision, as aforesaid, has been done on the directions of RBI, SEFL has not assessed whether the outflow of resource embodying economic benefits is probable or not as per the requirements of Ind AS 37- 'Provisions, Contingent Liabilities and Contingent Assets'.
20. Details of loan transferred / acquired during the nine months ended December 31, 2022 pursuant to RBI Master Direction RBI/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-22 dated September 24, 2021 on Transfer of Loan Exposures are given below:
- (a) The Company has not transferred or acquired any loans not in default during the nine months ended December 31, 2022
 (b) The Company has not transferred or acquired any stressed loan during the nine months ended December 31, 2022
 (c) Details on recovery ratings assigned for Security Receipts as on December 31, 2022

Recovery Ratings	Anticipated recovery as per recovery rating	Amount (Rs. in lakhs)
RR1	100%-150%	212
RR2	75%- 100%	0
RR3	50%-75%	159
RR5*	0%- 25%	-

* The last available recovery rating is as at August 28, 2020.

21. The approved financial statements of Trinity Alternative Investment Managers Limited (Trinity) and its two subsidiaries, viz. Hyderabad Information Technology Venture Enterprises Limited and Cyberabad Trustee Company Private Limited for the Quarter ended on June 30, 2022, September 30, 2022 and December 31, 2022 has not been received from Trinity despite written request and follow ups and accordingly the same have not been considered for consolidation. SIFL Nominee Director (existing Shareholder Director) called the Board Meeting of Trinity. However, the management of Trinity did not provide the requisite document and infrastructure to hold the meeting and under constraint, the same was postponed. The possible impact on the consolidated financial results with respect to the aforesaid subsidiaries is not ascertainable.



22. Based on the information available in the public domain, some of the lenders have declared the bank account of the Company as fraud. However, in case of one of the lender, on the basis of petition filed by the ex-promoter before the Hon'ble High Court of Delhi, the Hon'ble Court has passed interim relief to the petitioner vide order dated April 22, 2022, restraining the said lender from taking any further steps or action prejudicial to the petitioner on the basis of the order declaring the bank account as fraud. The interim order dated April 22, 2022 shall continue till the next date of hearing i.e. April 25, 2023.
23. The Enforcement Directorate (ED) on January 31, 2023 conducted simultaneous investigation on office premises of the Company and its subsidiary, Srei Equipment Finance Ltd. The Company and its officials have co-operated and provided the required informations/ documents as available.
24. Information as required pursuant to Regulation 52(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015, as amended, has been given in Annexure 1.
25. The figures for the quarter ended September 30, 2022 are balancing figures between reviewed amounts in respect of the half year ended September 30, 2022 and the unaudited management reviewed amounts of first quarter i.e. quarter ended June 30, 2022 of the current financial year.
26. The figures for the quarter ended December in each of the financial years are the balancing figures between figures in respect of the nine months and the year to date figures upto the end of the first six months of the respective financial year.
27. Previous period/year figures have been regrouped/rearranged, wherever considered necessary, to conform to the classification of the current period.



Place: Kolkata
Date : February 8, 2023

For Srei Infrastructure Finance Ltd.
(A Company under Corporate Insolvency
Resolution Process vide NCLT Order dated October 08, 2021)

RAJNEESH SHARMA
ADMINISTRATOR APPOINTED UNDER IBC



Annexure I

Ratios on Consolidated Financial disclosed pursuant to regulation 52(d) of SEBI(Listing Obligation and Disclosure Requirements) Regulations 2015, as amended

Particulars	Quarter ended			Nine Months ended		Year ended
	Dec 31,2022	Sep 30,2022	Dec 31,2021	Dec 31,2022	Dec 31,2021	March 31,2022
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1 Debt equity ratio (No. of times) (Note 1)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
2 Debt service coverage ratio (Note 8)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
3 Interest service coverage ratio (Note 8)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
4 Outstanding redeemable preference shares (Nos. in Lakhs)	-	-	-	-	-	-
5 Outstanding redeemable preference shares (Values)	-	-	-	-	-	-
6 Capital redemption reserve	-	-	-	-	-	-
7 Debenture redemption reserve (₹ in Lakhs)	10,222	10,222	10,222	10,222	10,222	10,222
8 Networth (₹ in Lakhs) (Note 2)	(2,402,203)	(2,080,423)	(1,288,778)	(2,402,203)	(1,288,778)	(1,255,004)
9 Net Profit/(Loss) after tax (₹ in Lakhs)	(321,864)	(319,494)	6,982	(1,101,741)	(286,949)	(254,475)
10 Earnings per share (in ₹)	*(63.98)	*(63.51)	*1.39	*(218.99)	*(57.04)	(50.58)
11 Current ratio (Note 8)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
12 Long term debt to working capital (Note 8)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
13 Bad debts to account receivable ratio (Note 8)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
14 Current liability ratio (Note 8)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
15 Total debts to total assets (%) (Note 3)	204.04%	169.50%	118.94%	204.04%	118.94%	120.84%
16 Debtor turnover ratio (Note 8)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
17 Inventory turnover (Note 8)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
18 Operating margin (%) (Note 8)	N.A.	N.A.	N.A.	N.A.	N.A.	N.A.
19 Net profit/(loss) margin(%) (Note 4)	(1336.03)%	(694.31)%	8.37 %	(849.85)%	(121.58)%	(82.23)%
Sector Specific Ratios						
20 Gross Non Performing Assets % ("GNPA") (Note 5)	96.40%	88.65%	78.87%	96.40%	78.87%	71.52%
21 Net Non Performing Assets % ("NNPA")(Excl. impairment Reserve) (Note 6)	90.48%	76.24%	71.83%	90.48%	71.83%	61.88%
22 Net Non Performing Assets % ("NNPA")(Incl. impairment Reserve) (Note 6)	81.25%	62.52%	64.01%	81.25%	64.01%	52.97%
23 Provision Coverage Ratio % ("PCR")(Excl. impairment Reserve)(Note 7)	64.52%	58.92%	31.68%	64.52%	31.68%	35.37%
24 Provision Coverage Ratio % ("PCR")(Incl. impairment Reserve) (Note 7)	83.82%	78.64%	52.35%	83.82%	52.35%	55.16%

* Not Annualised

Note:

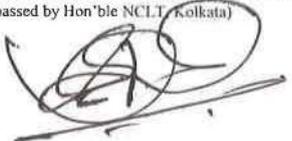
Information as required pursuant to Regulation 52(4) of SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015

Formulae for Computation of Ratios are as follows :

- Debt equity ratio is not determinable as equity is negative.
- Net worth has been calculated as defined in Section 2(57) of the Companies Act, 2013.
- Total debts to total assets (%) = (Debt Securities + Borrowings (other than debt securities) + Subordinated Liabilities) / Total Assets.
- Net profit/(loss) margin (%) = Profit/(loss) after Tax / Total Revenue from Operations.
- Gross Non Performing Assets ("GNPA") (%) = Gross Stage III / Gross Advances, where gross advances represents Loans, Trade Receivables and Net Block of Assets given on Operating Lease.
- Net Non Performing Assets ("NNPA") (%) = Net Stage III / Net Advances, where net advances represents Loans, Trade Receivables and Net Block of Assets given on Operating Lease.
- Provision Coverage Ratio ("PCR") (%) = NPA Provision / Gross NPAs.
- The Company is Non Banking Financial Company registered under the Reserve Bank of India Act 1934. Hence these Ratios are generally not applicable.



For SREI Infrastructure Finance Limited
 (a Company under Corporate Insolvency Resolution Process by an order dated October 8, 2021 passed by Hon'ble NCLT, Kolkata)


Rajneesh Sharma
 Administrator appointed under IBC

Place: Kolkata
 Date: February 8, 2023

The Administrator has been appointed under Rule 5(a)(iii) of the Insolvency and Bankruptcy (Insolvency and Liquidation Proceedings of Financial Service Providers and Application to Adjudicating Authority) Rules, 2019 under the Insolvency and Bankruptcy Code, 2016 (IBC). The affairs, business and property of Srei Equipment Finance Limited are being managed by the Administrator, Mr. Rajneesh Sharma, who acts as agent of the Company only and without any personal liability.

Address for Correspondence - Vishwakarma 86C, Topsia Road (South), Kolkata, West Bengal, 700046

Email ID for Correspondence - sreadministrator@srei.com





