

SEC/FILING/BSE-NSE/20-21/68A-B

August 13, 2020

BSE Limited

P. J. Towers,
Dalal Street, Fort,
Mumbai – 400 001.
Scrip Code: 511218

National Stock Exchange of India Limited

Listing Department
Exchange Plaza, 5th Floor,
Plot no. C/1, G- Block,
Bandra-Kurla Complex,
Mumbai – 400 051.
NSE Symbol: SRTRANSFIN

Dear Sirs,

Sub.: Outcome of Board Meeting

Re.: Regulation 30 and 33 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('Listing Regulations')

In furtherance to our letter dated June 30, 2020 and August 07, 2020, we inform you that the Board of Directors of the Company at their meeting held today has inter-alia:

1. Approved and taken on record the unaudited standalone and consolidated financial results of the Company for the first quarter ended June 30, 2020, prepared pursuant to Regulation 33 of the Listing Regulations.
2. Approved periodical resource mobilisation plan for issuance of securities viz. redeemable non-convertible debentures ('NCDs')/subordinated debentures, bonds or any other permissible instrument on private placement basis in tranches from August 01, 2020 to October 31, 2020.

As required under Regulation 33 of the Listing Regulations, please find attached herewith the said financial results of the Company together with limited review report of the statutory auditors thereon.

The financial results would also be published in one English and one vernacular newspaper as required under Regulation 47 of the Listing Regulations and the same are also being uploaded on the Company's website (www.stfc.in) as required under Regulation 46 of the Listing Regulations.

The Meeting of Board of Directors commenced at 04.00 P.M. and concluded at 06.30 P.M.

Kindly take the same on record.

Thanking you,

Yours faithfully,

For **SHRIRAM TRANSPORT FINANCE COMPANY LIMITED**



VIVEK ACHWAL
COMPANY SECRETARY

Encl.: a/a.

Shriram Transport Finance Company Limited

Corporate Office: Wockhardt Towers, Level – 3, West Wing, C-2, G-Block, Bandra – Kurla Complex, Bandra (East), Mumbai – 400 051. Tel: +91 22 4095 9595 | Fax: +91 22 4095 9597.
Registered Office: Mookambika Complex, 3rd Floor, No.4, Lady Desika Road, Mylapore, Chennai – 600 004, Tamil Nadu, India. Tel: +91 44 2499 0356 | Fax: +91 44 2499 3272.
Website: www.stfc.in | Corporate Identity Number (CIN) – L65191TN1979PLC007874.

Haribhakti & Co. LLP
Chartered Accountants
701, Leela Business Park,
Andheri Kurla Road,
Andheri (East),
Mumbai - 400 059

Pijush Gupta & Co.
Chartered Accountants
GF - 17 Augusta Point,
Golf Course Road,
Sector - 53
Gurugram - 122002

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

To the Board of Directors
Shriram Transport Finance Company Limited

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of Shriram Transport Finance Company Limited ("the Company") for the quarter ended June 30, 2020 ("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.
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review 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.
4. Based on our review conducted as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and



measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

5. We draw attention to Note 5 to the accompanying Statement which describes classification of accounts as on June 30, 2020 with respect to the accounts which were overdue but standard as on February 29, 2020 and to whom moratorium benefit has been granted. The staging of those accounts under Ind AS as on June 30, 2020 is based on the days past due status as on February 29, 2020 in accordance with the Reserve Bank of India COVID-19 regulatory package. Further, the extent to which the COVID-19 pandemic will impact the Company's financial performance is dependent on future developments, which are highly uncertain. Our report is not modified in respect of this matter.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration Number: 103523W/W100048



Sumant Sakhardande

Partner

Membership Number: 034828

UDIN: 20034828AAAAFC1308

Place: Mumbai

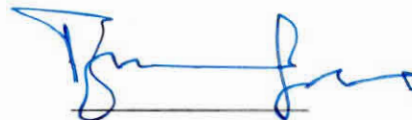
Date: August 13, 2020



For Pijush Gupta & Co.

Chartered Accountants

ICAI Firm Registration Number: 309015E



Pijush Kumar Gupta

Partner

Membership Number: 015139

UDIN: 20015139AAAAAE6636

Place: Gurugram

Date: August 13, 2020



SHRIRAM TRANSPORT FINANCE COMPANY LIMITED

CIN: L65191IN1979PLC007874

Regd. Office: Mookambika Complex, 3rd Floor, 4, Lady Desika Road, Mylapore, Chennai - 600 004.
Tel. No. +91 44 2499 0356, Fax: +91 44 2499 3272 Website: www.stfc.in, email: secretarial@stfc.in

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

(Rs. in crores)

Sr. No.	Particulars	Quarter Ended			Year Ended
		30.06.2020 (Unaudited)	31.03.2020 (Audited)*	30.06.2019 (Unaudited)	31.03.2020 (Audited)
	Revenue from operations				
(i)	Interest Income	4,102.58	4,092.18	3,972.06	16,267.46
(ii)	Dividend Income	-	-	-	0.19
(iii)	Rental Income	0.05	0.06	0.05	0.22
(iv)	Fees and commission Income	17.20	44.88	26.75	194.97
(v)	Net gain on fair value changes	-	-	0.56	-
(vi)	Others	21.08	31.30	22.88	99.52
(I)	Total Revenue from operations	4,140.91	4,168.42	4,022.30	16,562.36
(II)	Other Income	3.79	4.62	8.88	20.27
(III)	Total Income (I+II)	4,144.70	4,173.04	4,031.18	16,582.63
	Expenses				
(i)	Finance Costs	2,267.22	2,158.85	2,011.20	8,270.26
(ii)	Fees and commission expense	10.96	6.40	16.97	56.88
(iii)	Net loss on fair value changes	0.53	6.56	-	6.75
(iv)	Impairment on financial instruments (Refer note 5)	1,064.89	1,128.66	561.18	2,794.88
(v)	Employee Benefits Expenses	189.24	272.27	233.09	1,010.82
(vi)	Depreciation, amortization and impairment	36.00	35.71	33.44	141.05
(vii)	Others expenses	145.58	220.69	193.72	863.32
(IV)	Total Expenses	3,714.12	3,829.14	3,049.60	13,143.96
(V)	Profit before exceptional items and tax (III-IV)	430.58	343.90	981.58	3,438.67
(VI)	Exceptional items	-	-	-	-
(VII)	Profit before tax (V+VI)	430.58	343.90	981.58	3,438.67
(VIII)	Tax Expense:				
(1)	Current Tax	128.89	164.14	340.41	921.20
(2)	Deferred Tax	(18.37)	(14.46)	6.92	14.79
(3)	Tax adjustment for earlier years	-	0.84	-	0.84
(IX)	Profit for the period (VII-VIII)	320.06	223.38	634.25	2,501.84
(X)	Other Comprehensive Income				
(A) (i)	Items that will not be reclassified to profit or loss				
	Re-measurement gain/(loss) on defined benefit plan	(1.10)	(1.14)	(1.62)	(6.33)
(ii)	Income tax relating to items that will not be reclassified to profit or loss	0.28	0.28	1.61	1.59
	Subtotal (A)	(0.82)	(0.86)	(3.01)	(4.74)
(B) (i)	Items that will be reclassified to profit or loss				
	Cash flow hedge reserve (Refer note 6)	(254.75)	-	-	-
(ii)	Income tax relating to items that will be reclassified to profit or loss	64.12	-	-	-
	Subtotal (B)	(190.63)	-	-	-
	Other Comprehensive Income (A+B)	(191.45)	(0.86)	(3.01)	(4.74)
(XI)	Total Comprehensive Income for the period (IX+X)	128.61	222.52	631.24	2,497.10
(XII)	Paid-up equity share capital (face value Rs. 10/- per share)	226.88	226.88	226.88	226.88
(XIII)	Other equity				17,778.28
(XIV)	Earnings per equity share (Not annualised for the interim periods)				
	Basic (Rs.)	14.11	9.85	27.96	110.27
	Diluted (Rs.)	14.11	9.85	27.96	110.27



Notes:

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on August 13, 2020.
- 2 The standalone financial results for the quarter ended June 30, 2020 have been subject to limited review by the Joint Statutory Auditors.
- * 3 The figures for the quarter ended March 31, 2020 are the balancing figures between audited figures in respect of the full financial year ended March 31, 2020 and the published year to date figures up to December 31, 2019 which was subject to limited review by the statutory auditors.
- 4 The Company issued and allotted 261,78,777 Equity Shares under rights issue of face value of Rs. 10/- each (Rights Equity Shares) to the eligible equity shareholders at an issue price of Rs. 570/- per Equity Share (including premium of Rs. 560/- per Equity Share). The issue opened on July 16, 2020 and closed on July 30, 2020. The Rights Equity Shares were allotted on August 06, 2020. The issue proceeds is being utilised as per the objects stated in the offer document for the Rights issue.
- 5 The Company has granted moratorium upto six months on the payment of instalments falling due between March 01, 2020 and August 31, 2020 to all eligible borrowers based on the Board approved moratorium policy read with the Reserve Bank of India (RBI) guidelines dated March 27, 2020 and May 23, 2020 relating to 'COVID-19 - Regulatory Package' and RBI guidelines on EMI moratorium dated April 17, 2020. Extension of such moratorium benefit to borrowers as per the COVID-19 Regulatory package of the RBI by itself is not considered to result in significant increase in credit risk as per Ind AS 109 for staging of accounts. The Company continues to recognise interest income during the moratorium period and in the absence of other credit risk indicators, the granting of a moratorium period does not result in accounts becoming past due and automatically triggering Stage 2 or Stage 3 classification criteria.
The COVID - 19 pandemic has significantly affected various sectors of Indian economy. The prolonged lockdown imposed by the government due to Covid-19 pandemic has affected the Company's business operations. Due to lockdown, the Company's disbursement of loans and recovery of dues from its customers have been significantly affected during the quarter ended June 30, 2020.
The Company has considered an additional Expected Credit Loss (ECL) provision on Loans of Rs. 956.15 crores on account of COVID - 19 during the quarter ended June 30, 2020. The additional ECL provision on account of COVID - 19 is based on the Company's historical experience and other emerging forward looking factors on account of the pandemic. However, the actual impact may vary due to prevailing uncertainty caused by the pandemic. The Company's management is continuously monitoring the situation and the economic factors affecting the operations of the Company.
- 6 The Company manages its foreign currency risks through foreign exchange forward contracts and interest rate swaps. Till March 31, 2020, the Company was following derivative accounting where changes in fair value were recognised in the statement of profit and loss. Effective April 01, 2020, the Company has adopted hedge accounting. Had the Company not followed hedge accounting, profit before tax for the quarter ended June 30, 2020 would have been lower by Rs. 254.75 crores.
- 7 The Company's secured non-convertible debentures are secured by specific assets covered under hypothecation loan agreements and by way of exclusive charge and mortgage of immovable property and with a cover of 100% and above as per the terms of issue.
- 8 The Company is primarily engaged in the business of financing and there are no separate reportable segments identified as per the Ind AS 108 - Segment Reporting.
- 9 The figures for the previous quarter/year have been regrouped / rearranged wherever necessary to conform to the current period presentation.

By order of the Board
For Shriram Transport Finance Company Limited

Unish Revankar
Managing Director & CEO
DIN: 00141189

Place: Mumbai
Date: August 13, 2020



SHRIRAM TRANSPORT FINANCE COMPANY LIMITED

CIN: L65191TN1979PLC007874

Regd. Office: Mookambika Complex, 3rd Floor, 4, Lady Desika Road, Mylapore, Chennai - 600 004.

Tel. No: +91 44 2499 0356, Fax: +91 44 2499 3272. Website-www.stfc.in, email-secretarial@stfc.in.

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

(Rs. in crores)

Sr. No.	Particulars	Quarter Ended			Year Ended
		30.06.2020 (Unaudited)	31.03.2020 (Audited)*	30.06.2019 (Unaudited)	31.03.2020 (Audited)
	Revenue from operations				
(i)	Interest Income	4,102.58	4,092.18	3,972.06	16,267.46
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(iii)	Rental Income	0.05	0.06	0.05	0.22
(iv)	Fees and commission Income	17.20	44.88	26.75	194.97
(v)	Net gain on fair value changes	-	-	0.56	-
(vi)	Others	21.08	31.30	22.88	99.52
(I)	Total Revenue from operations	4,140.91	4,168.42	4,022.30	16,562.36
(II)	Other Income	3.79	4.62	8.88	20.27
(III)	Total Income (I+II)	4,144.70	4,173.04	4,031.18	16,582.63
	Expenses				
(i)	Finance Costs	2,267.22	2,158.85	2,011.20	8,270.26
(ii)	Fees and commission expense	10.96	6.40	16.97	56.88
(iii)	Net loss on fair value changes	0.53	6.56	-	6.75
(iv)	Impairment on financial instruments (Refer note 5)	1,064.59	1,128.66	561.18	2,794.88
(v)	Employee Benefits Expenses	189.24	272.27	233.09	1,010.82
(vi)	Depreciation, amortization and impairment	36.00	35.71	33.44	141.05
(vii)	Others expenses	145.58	220.69	193.72	863.32
(IV)	Total Expenses	3,714.12	3,829.14	3,049.60	13,143.96
(V)	Profit before exceptional items and tax (III-IV)	430.58	343.90	981.58	3,438.67
(VI)	Exceptional items	-	-	-	-
(VII)	Profit before tax (V+VI)	430.58	343.90	981.58	3,438.67
(VIII)	Tax Expense:				
(1)	Current Tax	128.89	164.14	340.41	921.20
(2)	Deferred Tax	(18.37)	(44.46)	6.92	14.79
(3)	Tax adjustment for earlier years	-	0.84	-	0.84
(IX)	Profit for the period (VII -VIII)	320.06	223.38	634.25	2,501.84
(X)	Other Comprehensive Income				
(A) (i)	Items that will not be reclassified to profit or loss Remeasurement gain/(loss) on defined benefit plan	(1.10)	(1.14)	(4.62)	(6.33)
(ii)	Income tax relating to items that will not be reclassified to profit or loss	0.28	0.28	1.61	1.59
	Subtotal (A)	(0.82)	(0.86)	(3.01)	(4.74)
(B) (i)	Items that will be reclassified to profit or loss Cash flow hedge reserve (Refer note 6)	(254.75)	-	-	-
(ii)	Income tax relating to items that will be reclassified to profit or loss	64.12	-	-	-
	Subtotal (B)	(190.63)	-	-	-
	Other Comprehensive Income (A+B)	(191.45)	(0.86)	(3.01)	(4.74)
(XI)	Total Comprehensive Income for the period (IX+X)	128.61	222.52	631.24	2,497.10
(XII)	Paid-up equity share capital (face value Rs. 10/- per share)	226.88	226.88	226.88	226.88
(XIII)	Other equity				17,778.28
(XIV)	Earnings per equity share (Not annualised for the interim periods)				
	Basic (Rs.)	14.11	9.85	27.96	110.27
	Diluted (Rs.)	14.11	9.85	27.96	110.27



Notes:

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on August 13, 2020.
- 2 The standalone financial results for the quarter ended June 30, 2020 have been subject to limited review by the Joint Statutory Auditors.
- * 3 The figures for the quarter ended March 31, 2020 are the balancing figures between audited figures in respect of the full financial year ended March 31, 2020 and the published year to date figures up to December 31, 2019 which was subject to limited review by the statutory auditors.
- 4 The Company issued and allotted 261,78,777 Equity Shares under rights issue of face value of Rs. 10/- each (Rights Equity Shares) to the eligible equity shareholders at an issue price of Rs. 570/- per Equity Share (including premium of Rs. 560/- per Equity Share). The Issue opened on July 16, 2020 and closed on July 30, 2020. The Rights Equity Shares were allotted on August 06, 2020. The issue proceeds is being utilised as per the objects stated in the offer document for the Rights issue.
- 5 The Company has granted moratorium upto six months on the payment of installments falling due between March 01, 2020 and August 31, 2020 to all eligible borrowers based on the Board approved moratorium policy read with the Reserve Bank of India (RBI) guidelines dated March 27, 2020 and May 23, 2020 relating to 'COVID-19 - Regulatory Package' and RBI guidelines on EMI moratorium dated April 17, 2020. Extension of such moratorium benefit to borrowers as per the COVID-19 Regulatory package of the RBI by itself is not considered to result in significant increase in credit risk as per Ind AS 109 for staging of accounts. The Company continues to recognise interest income during the moratorium period and in the absence of other credit risk indicators, the granting of a moratorium period does not result in accounts becoming past due and automatically triggering Stage 2 or Stage 3 classification criteria.
The COVID -19 pandemic has significantly affected various sectors of Indian economy. The prolonged lockdown imposed by the government due to Covid-19 pandemic has affected the Company's business operations. Due to lockdown, the Company's disbursement of loans and recovery of dues from its customers have been significantly affected during the quarter ended June 30, 2020.
The Company has considered an additional Expected Credit Loss (ECL) provision on Loans of Rs. 956.15 crores on account of COVID - 19 during the quarter ended June 30, 2020 . The additional ECL provision on account of COVID - 19 is based on the Company's historical experience and other emerging forward looking factors on account of the pandemic. However, the actual impact may vary due to prevailing uncertainty caused by the pandemic. The Company's management is continuously monitoring the situation and the economic factors affecting the operations of the Company.
- 6 The Company manages its foreign currency risks through foreign exchange forward contracts and interest rate swaps. Till March 31, 2020, the Company was following derivative accounting where changes in fair value were recognised in the statement of profit and loss. Effective April 01, 2020, the Company has adopted hedge accounting. Had the Company not followed hedge accounting, profit before tax for the quarter ended June 30, 2020 would have been lower by Rs. 254.75 crores.
- 7 The Company's secured non-convertible debentures are secured by specific assets covered under hypothecation loan agreements and by way of exclusive charge and mortgage of immovable property and with a cover of 100% and above as per the terms of issue.
- 8 The Company is primarily engaged in the business of financing and there are no separate reportable segments identified as per the Ind AS 108 - Segment Reporting.
- 9 The figures for the previous quarter/year have been regrouped / rearranged wherever necessary to conform to the current period presentation.

By order of the Board

For Shriram Transport Finance Company Limited


Umesh Revankar
Managing Director & CEO
DIN: 00141189

Place : Mumbai
Date : August 13, 2020



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Chartered Accountants
701, Leela Business Park,
Andheri Kurla Road,
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Mumbai - 400 059

Pijush Gupta & Co.
Chartered Accountants
GF - 17 Augusta Point,
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Gurugram - 122002

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

To The Board of Directors
Shriram Transport Finance Company Limited

1. We have reviewed the accompanying Statement of Unaudited Consolidated Financial Results of Shriram Transport Finance Company Limited ("the Parent") and its share of the net loss after tax and total comprehensive loss of its associate for the quarter ended June 30, 2020 ("the Statement"), being submitted by the Parent pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
2. This Statement, which is the responsibility of the Parent's Management and approved by the Parent's Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review 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 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 issued by the SEBI under Regulation 33(8) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, to the extent applicable.

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

Sr. No.	Name of the Entity	Relationship
1	Shriram Transport Finance Company Limited	Holding Company
2	Shriram Automall India Limited	Associate

5. Based on our review conducted and procedures performed as stated in paragraph 3 above, and based on the consideration of the review report of the other auditor referred to in paragraph 7 below, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standard and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.
6. We draw attention to Note 5 to the accompanying Statement which describes classification of accounts as on June 30, 2020 with respect to the accounts which were overdue but standard as on February 29, 2020 and to whom moratorium benefit has been granted. The staging of those accounts under Ind AS as on June 30, 2020 is based on the days past due status as on February 29, 2020 in accordance with the Reserve Bank of India COVID-19 regulatory package. Further, the extent to which the COVID-19 pandemic will impact the Company's financial performance is dependent on future developments, which are highly uncertain. Our report is not modified in respect of this matter.



7. The Statement includes the Holding Company's share of net loss after tax of Rs. 0.81 Crores and total comprehensive loss of Rs.0.85 Crores for the quarter ended June 30, 2020, as considered in the Statement, in respect of an associate, whose interim financial results have not been reviewed by us. These interim financial results have been reviewed by other auditor whose report have been furnished to us by the Management and our report on the Statement, in so far as it relates to the amounts and disclosures included in respect of an associate, is based solely on the report of the other auditor and the procedures performed by us as stated in paragraph 3 above.

For Haribhakti & Co. LLP

Chartered Accountants

ICAI Firm Registration Number: 103523W/W100048


Sumant Sakhardande

Partner

Membership Number: 034828

UDIN: 20034828AAAAFD3044

Place: Mumbai

Date: August 13, 2020



For Pijush Gupta & Co.

Chartered Accountants

ICAI Firm Registration Number: 309015E


Pijush Kumar Gupta

Partner

Membership Number: 015139

UDIN: 20015139AAAAAF2410

Place: Gurugram

Date: August 13, 2020



SHIRIRAM TRANSPORT FINANCE COMPANY LIMITED

CIN: 1651911N1979PLC007874

Regd. Office: Mookambika Complex, 3rd Floor, 4, Lady Desika Road, Mylapore, Chennai - 600 004
Tel. No: +91 44 2499 0356, Fax: +91 44 2499 3272, Website-www.stfc.in, email-secretariat@stfc.in

STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

(Rs. in crores)

Sr. No.	Particulars	Quarter Ended			Year Ended
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(2)	Deferred Tax	(18.37)	(44.46)	6.92	14.79
(3)	Tax adjustment for earlier years	-	0.84	-	0.84
(IX)	Profit for the period (VII - VIII)	320.06	223.38	634.25	2,501.84
(X)	Share of Profit/(loss) of associate	(0.81)	0.97	3.19	10.43
(XI)	Minority interest	-	-	-	-
(XII)	Net Profit after taxes, minority interest and share of profit/(loss) of associate (IX+X+XI)	319.25	224.35	637.44	2,512.27
(XIII)	Other Comprehensive Income				
(A) (i)	Items that will not be reclassified to profit or loss				
	Remeasurement gain/(loss) on defined benefit plan	(1.10)	(1.14)	(4.62)	(6.33)
(ii)	Income tax relating to items that will not be reclassified to profit or loss	0.28	0.28	1.61	1.59
(iii)	Share in Other Comprehensive Income/(loss) of Associate (net of tax)	(0.04)	0.29	0.03	0.25
	Subtotal (A)	(0.86)	(0.57)	(2.98)	(4.49)
(B) (i)	Items that will be reclassified to profit or loss				
	Cash flow hedge reserve (Refer note 6)	(254.75)	-	-	-
(ii)	Income tax relating to items that will be reclassified to profit or loss	64.12	-	-	-
	Subtotal (B)	(190.63)	-	-	-
	Other Comprehensive Income (A+B)	(191.49)	(0.57)	(2.98)	(4.49)
(XIV)	Total Comprehensive Income for the period (XII+XIII)	127.76	223.78	634.46	2,507.78
(XV)	Paid-up equity share capital (face value Rs. 10/- per share)	226.88	226.88	226.88	226.88
(XVI)	Other Equity				17,915.43
(XVII)	Earnings per equity share (Not annualised for the interim periods)				
	Basic (Rs.)	14.07	9.89	28.10	110.73
	Diluted (Rs.)	14.07	9.89	28.10	110.73



Notes:

- 1 The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their respective meetings held on August 13, 2020.
- 2 The consolidated financial results for the quarter ended June 30, 2020 have been subject to limited review by the Joint Statutory Auditors.
- 3 The figures for the quarter ended March 31, 2020 are the balancing figures between audited figures in respect of the full financial year ended March 31, 2020 and the published year to date figures up to December 31, 2019 which was subject to limited review by the statutory auditors.
- 4 The Company issued and allotted 261,78,777 Equity Shares under rights issue of face value of Rs. 10/- each (Rights Equity Shares) to the eligible equity shareholders at an issue price of Rs. 570/- per Equity Share (including premium of Rs. 560/- per Equity Share). The Issue opened on July 16, 2020 and closed on July 30, 2020. The Rights Equity Shares were allotted on August 06, 2020. The issue proceeds is being utilised as per the objects stated in the offer document for the Rights issue.
- 5 The Company has granted moratorium upto six months on the payment of installments falling due between March 01, 2020 and August 31, 2020 to all eligible borrowers based on the Board approved moratorium policy read with the Reserve Bank of India (RBI) guidelines dated March 27, 2020 and May 23, 2020 relating to 'COVID-19 - Regulatory Package' and RBI guidelines on EMI moratorium dated April 17, 2020. Extension of such moratorium benefit to borrowers as per the COVID-19 Regulatory package of the RBI by itself is not considered to result in significant increase in credit risk as per Ind AS 109 for staging of accounts. The Company continues to recognise interest income during the moratorium period and in the absence of other credit risk indicators, the granting of a moratorium period does not result in accounts becoming past due and automatically triggering Stage 2 or Stage 3 classification criteria.
The COVID-19 pandemic has significantly affected various sectors of Indian economy. The prolonged lockdown imposed by the government due to Covid-19 pandemic has affected the Company's business operations. Due to lockdown, the Company's disbursement of loans and recovery of dues from its customers have been significantly affected during the quarter ended June 30, 2020.
The Company has considered an additional Expected Credit Loss (ECL) provision on Loans of Rs. 956.15 crores on account of COVID - 19 during the quarter ended June 30, 2020. The additional ECL provision on account of COVID - 19 is based on the Company's historical experience and other emerging forward looking factors on account of the pandemic. However, the actual impact may vary due to prevailing uncertainty caused by the pandemic. The Company's management is continuously monitoring the situation and the economic factors affecting the operations of the Company.
- 6 The Company manages its foreign currency risks through foreign exchange forward contracts and interest rate swaps. Till March 31, 2020, the Company was following derivative accounting where changes in fair value were recognised in the statement of profit and loss. Effective April 01, 2020, the Company has adopted hedge accounting. Had the Company not followed hedge accounting, profit before tax for the quarter ended June 30, 2020 would have been lower by Rs. 254.75 crores.
- 7 The Company's secured non-convertible debentures are secured by specific assets covered under hypothecation loan agreements and by way of exclusive charge and mortgage of immovable property and with a cover of 100% and above as per the terms of issue.
- 8 The Company operates in a single reporting segment i.e. financing. Its associate is primarily engaged in the business of facilitation service. Since, it does not meet the quantitative thresholds laid down under the Ind AS 108 - "Segment Reporting" for reportable segments, it has not been considered for segment reporting.
- 9 The figures for the previous quarter/year have been regrouped / rearranged wherever necessary to conform to the current period presentation.

Place : Mumbai
Date : August 13, 2020

By order of the Board
For Shriram Transport Finance Company Limited


Unesh Revankar
Managing Director & CEO
DIN: 001411189



SHRIRAM TRANSPORT FINANCE COMPANY LIMITED

CIN: L65191TN1979PLC007874

Regd. Office: Mookambika Complex, 3rd Floor, 4, Lady Desika Road, Mylapore, Chennai - 600 004.

Tel. No: +91 44 2499 0356, Fax: +91 44 2499 3272. Website-www.stfc.in, email-secretarial@stfc.in.

STATEMENT OF UNAUDITED CONSOLIDATED FINANCIAL RESULTS FOR THE QUARTER ENDED JUNE 30, 2020

(Rs. in crores)

Sr. No.	Particulars	Quarter Ended			Year Ended
		30.06.2020 (Unaudited)	31.03.2020 (Audited)*	30.06.2019 (Unaudited)	31.03.2020 (Audited)
	Revenue from operations				
(i)	Interest Income	4,102.58	4,092.18	3,972.06	16,267.46
(ii)	Dividend Income	-	-	-	0.19
(iii)	Rental Income	0.05	0.06	0.05	0.22
(iv)	Fees and commission Income	17.20	44.88	26.75	194.97
(v)	Net gain on fair value changes	-	-	0.56	-
(vi)	Others	21.08	31.30	22.88	99.52
(I)	Total Revenue from operations	4,140.91	4,168.42	4,022.30	16,562.36
(II)	Other Income	3.79	4.62	8.88	20.27
(III)	Total Income (I+II)	4,144.70	4,173.04	4,031.18	16,582.63
	Expenses				
(i)	Finance Costs	2,267.22	2,158.85	2,011.20	8,270.26
(ii)	Fees and commission expense	10.96	6.40	16.97	56.88
(iii)	Net loss on fair value changes	0.53	6.56	-	6.75
(iv)	Impairment on financial instruments (Refer note 5)	1,064.59	1,128.66	561.18	2,794.88
(v)	Employee Benefits Expenses	189.24	272.27	233.09	1,010.82
(vi)	Depreciation, amortization and impairment	36.00	35.71	33.44	141.05
(vii)	Others expenses	145.58	220.69	193.72	863.32
(IV)	Total Expenses	3,714.12	3,829.14	3,049.60	13,143.96
(V)	Profit before exceptional items and tax (III- IV)	430.58	343.90	981.58	3,438.67
(VI)	Exceptional items	-	-	-	-
(VII)	Profit before tax (V +VI)	430.58	343.90	981.58	3,438.67
(VIII)	Tax Expense:				
(1)	Current Tax	128.89	164.14	340.41	921.20
(2)	Deferred Tax	(18.37)	(44.46)	6.92	14.79
(3)	Tax adjustment for earlier years	-	0.84	-	0.84
(IX)	Profit for the period (VII -VIII)	320.06	223.38	634.25	2,501.84
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By order of the Board
For Shriram Transport Finance Company Limited


Umesh Revankar
Managing Director & CEO
DIN: 00141189

Place : Mumbai
Date : August 13, 2020

