SHRIRAM CITY UNION FINANCE LIMITED

CIN: L65191TN1986PLC012840

Regd Office: No:123, Angappa Naicken Street, Chennai - 600 001

Website: www.shriramcity.in Email: sect@shriramcity.in

Statement of Unaudited Standalone Financial Results for the Quarter ended June 30, 2020

Rs in lacs

S. no.	Particulars	Quarter Ended			Year Ended
		June 30, 2020 (Unaudited)	March 31,2020 (Audited)	June 30, 2019 (Unaudited)	March 31,2020 (Audited)
1	**Revenue from Operations**				
	Interest Income	138,994	139,875	144,493	569,716
	Dividend Income	-	-	171	171
	Fee and commission Income	530	872	47	1,369
	Net gain on fair value changes	39	986	-	239
	Net gain of derecognition of financial instruments under amortised cost category	-	-	-	2,242
	Bad debts recovery	1,602	3,218	3,928	14,657
	Total Revenue from Operations	**141,165**	**144,951**	**148,639**	**588,394**
2	Other Income	292	63	88	335
3	**Total Income (1 + 2)**	**141,457**	**145,014**	**148,727**	**588,729**
4	**Expenses**				
	Finance costs	53,746	54,971	53,158	214,021
	Net loss on fair value changes	-	-	854	-
	Net loss of derecognition of financial instruments under amortised cost category	4	131	21	-
	Fee and commission expenses	2,149	2,622	4,027	13,027
	Impairment of financial instruments	8,491	11,806	1,787	11,848
	Bad Debts Written Off	22,526	19,336	17,545	76,523
	Employee benefit expenses	19,177	20,980	20,900	84,767
	Depreciation, amortization and impairment	2,009	2,033	2,030	8,216
	Royalty	1,542	1,568	1,629	6,417
	Professional Charges	2,970	3,379	2,802	12,095
	Other expenses	3,201	7,896	5,563	26,315
	Total Expenses	**115,815**	**124,722**	**110,316**	**453,229**
5	**Profit / (Loss) before exceptional items and tax (3 - 4)**	**25,642**	**20,292**	**38,411**	**135,500**
6	Exceptional items	-	-	-	-
7	**Profit / (Loss) before tax (5 + 6)**	**25,642**	**20,292**	**38,411**	**135,500**
8	**Tax expenses**				
	Current tax	6,846	5,359	12,897	34,240
	Tax adjustment for earlier years	-	-	1,324	1,324
	Deferred tax	(431)	(375)	(1,128)	(116)
	Total tax expenses	**6,415**	**4,984**	**13,093**	**35,448**
9	**Profit / (Loss) for the period (7 - 8)**	**19,227**	**15,308**	**25,318**	**100,052**
10	**Other Comprehensive Income**				
	A. Items that will not be reclassified to profit / (loss)				
	Remeasurement gain/(loss) on defined benefit plan	(211)	213	(515)	(341)
	Gain/(Loss) on Fair valuation of quoted investments in equity shares	1,845	(961)	-	(664)
	Income Tax provision/ (reversal) relating to items that will not be reclassified to profit or loss	411	(189)	(180)	(116)
	Subtotal (A)	**1,223**	**(559)**	**(335)**	**(889)**
	B. Items that will be reclassified to profit / (loss)	-	-	-	-
	Income tax relating to items that will be reclassified to profit or loss	-	-	-	-
	Subtotal (B)	-	-	-	-
	Other comprehensive Income (A+B)	**1,223**	**(559)**	**(335)**	**(889)**
11	**Total Comprehensive Income for the period (9 + 10)**	**20,450**	**14,749**	**24,983**	**99,163**
12	**Paid-Up Equity Share Capital (Face value of Rs.10 per share)**	**6,600**	**6,600**	**6,599**	**6,600**
13	**Other Equity**				**714,195**
14	**Earning per equity share (Not annualized for interim periods)**				
	Basic (Rs.)	**29.13**	**23.19**	**38.36**	**151.60**
	Diluted (Rs.)	**29.12**	**23.19**	**38.35**	**151.57**

yalamati srinivasa chakravarti

G.D.APTE & CO. Chartered Accountants

SHRIRAM CITY UNION FINANCE LIMITED
CIN: L65191TN1986PLC012840
Regd Office: No:123, Angappa Naicken Street, Chennai - 600 001
Website: www.shriramcity.in Email: sect@shriramcity.in

Notes

1 The above financial results for the quarter ended June 30, 2020 were reviewed by the Audit and Risk Management Committee and approved by the Board of Directors at their respective meetings held on August 11, 2020.

2 The above financial results for the quarter ended June 30, 2020 were subjected to limited review by the Statutory Auditors of the Company .

3 The principal business of the Company is financing activity. Further, all activities are carried out within India. As such, there are no separate reportable segments as per Ind AS 108 - 'Operating Segments'.

4 During the quarter ended June 30, 2020, the Company has not allotted any equity shares to its employees under the Employees Stock Option Scheme 2006.

5 The Company's secured listed Non-Convertible Debentures (NCDs) are secured by way of first and exclusive charge on specific future receivables and on identified immovable properties of the Company in favour of respective Debenture Trustee(s) and the Company maintains 100% asset cover for the NCDs and interest thereon.

6 In accordance with the board approved moratorium policy read with the Reserve Bank of India (RBI) guidelines dated March 27, 2020, April 17, 2020 and May 23, 2020 relating to 'COVID-19 - Regulatory Package, the Company has granted moratorium upto six months on the payment of installments falling due between March 1, 2020 and August 31, 2020 to all eligible borrowers. In respect of accounts overdue but standard at February 29, 2020 where moratorium benefit has been granted, the staging of those accounts at June 30, 2020 is based on the days past due status as on February 29, 2020. Based on an assessment by the Company, this relaxation has not been deemed to be automatically triggering significant increase in credit risk. The Company continues to recognize 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 provision in respect of expected credit losses on loans and advances consequent to COVID 19 pandemic has been made on the basis of estimation of probable defaults and future business estimates. These estimates would be periodically reviewed based on the future business scenario. However, actual results are uncertain and could be different from such estimates.

7 In terms of the requirement as per RBI notification no. RBI/2019-20/170 DOR (NBFC).CC.PD.No.109/22.10.106/2019-20 dated March 13, 2020 on Implementation of Indian Accounting Standards, Non-Banking Financial Companies (NBFCs) are required to create an impairment reserve for any shortfall in impairment allowances under Ind AS 109 and Income Recognition, Asset Classification and Provisioning (IRACP) norms (including provision on standard assets). The impairment allowances under Ind AS 109 made by the company exceeds the total provision required under IRACP (including standard asset provisioning), as at June 30, 2020 and accordingly, no amount is required to be transferred to impairment reserve.

8 The figures for the previous quarter/ period have been regrouped/ rearranged; wherever necessary to conform to the current period presentation.

9 The above financial results are available at www.nseindia.com, www.bseindia.com and www.shriramcity.in

G. D. APTE & CO. Chartered Accountants

By order of the Board
For Shriram City Union Finance Limited

yalamati srinivasa chakravarti

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Date: 2020.08.11 16:15:47 +05'30'

Managing Director & CEO
DIN: 00052308

Place: Chennai
Date: August 11, 2020

Limited Review Report

Review Report to
The Board of Directors
Shriram City Union Finance Limited

1. We have reviewed the accompanying statement of Unaudited Standalone Financial Results of Shriram City Union Finance Limited (the statement) for the quarter ended June 30, 2020. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors. 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 read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements based on our review.

2. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statement is free of material misstatement. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.

3. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited standalone financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 including the manner in which it is to be disclosed, or that it contains any material misstatement.

4. We draw attention to the following matter in the Notes to the financial results:

    i. In accordance with the moratorium policy approved by the Board of Directors relating to COVID-19 - Regulatory Package announced by Reserve Bank of India (RBI), the Company has granted moratorium up to six months on the payment of instalments falling due between March 1, 2020 and August 31, 2020 to all eligible borrowers and has continued recognition of interest. In view of the management, this relaxation does not trigger any significant increase in credit risk.

    ii. The provision in respect of expected credit losses on loans and advances consequent to COVID 19 pandemic, has been made on the basis of estimation of probable defaults and

future business estimates. These estimates would be periodically reviewed based on the future business scenario. However, actual results are uncertain and could be different from such estimates.

Our conclusion on the Statement is not modified in respect of the above matters.

For G. D. Apte & Co.
Chartered Accountants
Firm Registration Number: 100515W
UDIN: 20121007AAAABT9368

ANAGHA MAHESH NANIVADEKAR
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Date: 2020.08.11 16:40:05 +05'30'

Anagha M. Nanivadekar
Partner
Membership Number: 121 007
Pune, August 11, 2020

SHRIRAM CITY UNION FINANCE LIMITED

CIN: L65191TN1986PLC012840

Regd Office: No:123, Angappa Naicken Street, Chennai - 600 001

Website: www.shriramcity.in Email: sect@shriramcity.in

Statement of Unaudited Consolidated Financial Results for the Quarter ended June 30, 2020

Rs in lacs

S. no.	Particulars	Quarter Ended			Year Ended
		June 30, 2020 (Unaudited)	March 31,2020 (Audited)	June 30, 2019 (Unaudited)	March 31,2020 (Audited)
1	**Revenue from Operations**				
	Interest Income	145,926	146,781	151,901	597,483
	Dividend Income	-	-	171	171
	Fee and commission Income	526	868	43	1,353
	Net gain on fair value changes	157	1,107	-	1,081
	Net gain of derecognition of financial instruments under amortised cost category	-	2,337	-	7,707
	Bad debts recovery	1,608	3,228	3,998	14,823
	Other Operating Income	61	270	-	666
	Total Revenue from Operations	**148,278**	**154,591**	**156,113**	**623,284**
2	Other Income	377	183	159	646
3	**Total Income (1 + 2)**	**148,655**	**154,774**	**156,272**	**623,930**
4	**Expenses**				
	Finance costs	58,128	59,394	56,962	230,302
	Net loss on fair value changes	-	-	559	-
	Net loss of derecognition of financial instruments under amortised cost category	4	-	21	-
	Fee and commission expenses	2,179	2,787	4,129	13,510
	Impairment of financial instruments	8,425	13,017	1,921	13,106
	Bad Debts Written Off	22,532	19,801	18,115	77,824
	Employee benefit expenses	20,579	22,991	22,271	91,138
	Depreciation, amortization and impairment	2,197	2,221	2,217	8,958
	Royalty	1,586	1,662	1,679	6,775
	Professional Charges	3,163	3,769	3,046	13,228
	Other expenses	3,384	8,525	6,022	28,441
	Total Expenses	**122,177**	**134,167**	**116,942**	**483,282**
5	**Profit / (Loss) before exceptional items and tax (3 - 4)**	**26,478**	**20,607**	**39,330**	**140,648**
6	Exceptional items	-	-	-	-
7	**Profit / (Loss) before tax (5 + 6)**	**26,478**	**20,607**	**39,330**	**140,648**
8	**Tax expenses**				
	Current tax	7,080	5,843	13,149	35,661
	Tax adjustment for earlier years	-	4	1,324	1,326
	Deferred tax	(445)	(332)	(1,147)	340
	Total tax expenses	**6,635**	**5,515**	**13,326**	**37,327**
9	**Profit / (Loss) for the period (7 - 8)**	**19,843**	**15,092**	**26,004**	**103,321**
10	**Other Comprehensive Income**				
	A. Items that will not be reclassified to profit / (loss)				
	Remeasurement gain/(loss) on defined benefit plan	(190)	211	(497)	(331)
	Gain/(Loss) on Fair valuation of quoted investments in equity shares	1,845	(961)	-	(664)
	Income Tax provision/ (reversal) relating to items that will not be reclassified to profit or loss	417	(189)	(175)	(113)
	Subtotal (A)	**1,238**	**(561)**	**(322)**	**(882)**
	B. Items that will be reclassified to profit / (loss)	-	-	-	-
	Income tax relating to items that will be reclassified to profit or loss	-	-	-	-
	Subtotal (B)	-	-	-	-
	Other comprehensive Income (A+B)	**1,238**	**(561)**	**(322)**	**(882)**
11	**Total Comprehensive Income for the period (9 + 10)**	**21,081**	**14,531**	**25,682**	**102,439**
12	**Profit/ (Loss) for the period attributable to**				
	Owners of the Company	**19,707**	**14,827**	**25,848**	**102,263**
	Non - Controlling Interests	**136**	**265**	**156**	**1,058**
13	**Other Comprehensive Income/ (Loss) for the period attributable to**				
	Owners of the Company	**1,235**	**(561)**	**(325)**	**(884)**
	Non - Controlling Interests	**3**	-	**3**	**2**
14	**Total Comprehensive Income/ (Loss) for the period attributable to**				
	Owners of the Company	**20,942**	**14,266**	**25,523**	**101,379**
	Non - Controlling Interests	**139**	**265**	**159**	**1,060**
15	**Paid-Up Equity Share Capital (Face value of Rs.10 per share)**	**6,600**	**6,600**	**6,599**	**6,600**
16	**Earning per equity share (Not annualized for interim periods)**				
	Basic (Rs.)	**29.86**	**22.46**	**39.17**	**154.95**
	Diluted (Rs.)	**29.85**	**22.46**	**39.16**	**154.92**

G. D. APTE & CO. Chartered Accountants

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SHRIRAM CITY UNION FINANCE LIMITED
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Notes

1 The above consolidated financial results for the quarter ended June 30, 2020 were reviewed by the Audit and Risk Management Committee and approved by the Board of Directors at their respective meetings held on August 11, 2020.

2 The above consolidated financial results for the quarter ended June 30, 2020 were subjected to limited review by the Statutory Auditors of the Company .

3 The principal business of the Group is financing activity. Further, all activities are carried out within India. As such, there are no separate reportable segments as per Ind AS 108 - 'Operating Segments'.

4 The Group's secured listed Non-Convertible Debentures (NCDs) are secured by way of first and exclusive charge on specific future receivables and on identified immovable properties of the Group in favour of respective Debenture Trustee(s) and the Group maintains 100% asset cover for the NCDs and interest thereon.

5 In accordance with the board approved moratorium policy read with the Reserve Bank of India (RBI) guidelines dated March 27, 2020, April 17, 2020 and May 23, 2020 relating to 'COVID-19 - Regulatory Package, the Group has granted moratorium upto six months on the payment of installments falling due between March 1, 2020 and August 31, 2020 to all eligible borrowers. In respect of accounts overdue but standard at February 29, 2020 where moratorium benefit has been granted, the staging of those accounts at June 30, 2020 is based on the days past due status as on February 29, 2020. Based on an assessment by the Group, this relaxation has not been deemed to be automatically triggering significant increase in credit risk. The Group continues to recognize 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 provision in respect of expected credit losses on loans and advances consequent to COVID 19 pandemic has been made on the basis of estimation of probable defaults and future business estimates. These estimates would be periodically reviewed based on the future business scenario. However, actual results are uncertain and could be different from such estimates.

6 In terms of the requirement as per RBI notification no. RBI/2019-20/170 DOR (NBFC).CC.PD.No.109/22.10.106/2019-20 dated March 13, 2020 on Implementation of Indian Accounting Standards, Non-Banking Financial Companies (NBFCs) are required to create an impairment reserve for any shortfall in impairment allowances under Ind AS 109 and Income Recognition, Asset Classification and Provisioning (IRACP) norms (including provision on standard assets). The impairment allowances under Ind AS 109 made by the company exceeds the total provision required under IRACP (including standard asset provisioning), as at June 30, 2020 and accordingly, no amount is required to be transferred to impairment reserve.

7 The consolidated financial results relate to M/s Shriram City Union Finance Limited ("Company") and its subsidiary ("Shriram Housing Finance Limited") (together hereinafter referred to as "Group")

8 The figures for the previous quarter/ period have been regrouped/ rearranged; wherever necessary to conform to the current period presentation.

9 The above financial results are available at www.nseindia.com, www.bseindia.com and www.shriramcity.in

By order of the Board
For Shriram City Union Finance Limited

yalamati srinivasa chakravarti

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Date: 2020.08.11 16:36:41 +05'30'

Managing Director & CEO
DIN: 00052308

G. D. APTE & CO. Chartered Accountants

Place: Chennai
Date: August 11, 2020

Limited Review Report

Review Report to
The Board of Directors
Shriram City Union Finance Limited

1. We have reviewed the accompanying Statement of Consolidated Unaudited Financial Results of Shriram City Union Finance Limited ("the Parent") and its subsidiary (the Parent and its subsidiary together referred to as "the Group"), for the quarter ended June 30, 2020 ("the Statement"), being submitted by the Parent pursuant to the requirement 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" ("Ind AS 34"), 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 express a conclusion on the Statement based on our review.

3. We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

   We also performed procedures in accordance with the circular 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 subsidiary, Shriram Housing Finance Limited.

5. Based on our review conducted and procedures performed 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.

6. We did not review the financial results of the subsidiary included in the consolidated unaudited financial results, whose interim financial results reflect total revenues of Rs. 7,184 Lakhs, total net profit after tax of Rs. 599 Lakhs, and total comprehensive income of Rs. 613 Lakhs for the quarter ended June 30, 2020, as considered in the statement. These interim financial results have been reviewed by other auditor whose report has been furnished to us by the Management and our conclusion on the Statement, in so far as it relates to the amounts and disclosures included in respect of the subsidiary is based solely on the report of the other auditor and the procedures performed by us as stated in paragraph 3 above.

7. We draw attention to the following matter in the Notes to Financial Results:

   i. In accordance with the moratorium policy approved by the Board of Directors relating to COVID-19 - Regulatory Package announced by Reserve Bank of India (RBI), the Group has granted moratorium up to six months on the payment of instalments falling due between March 1, 2020 and August 31, 2020 to all eligible borrowers and has continued recognition of interest. In view of the management, this relaxation does not trigger any significant increase in credit risk.

   ii. The provision in respect of expected credit losses on loans and advances consequent to COVID 19 pandemic, has been made on the basis of estimation of probable defaults and future business estimates. These estimates would be periodically reviewed based on the future business scenario. However, actual results are uncertain and could be different from such estimates.

   Our conclusion on the Statement is not modified in respect of the matters stated in paragraph 6 and 7 above.

For G. D. Apte & Co.
Chartered Accountants
Firm Registration Number: 100515W
UDIN: 20121007AAAABU6982

ANAGHA MAHESH NANIVADEKAR
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Date: 2020.08.11 16:41:24 +05'30'

Anagha M Nanivadekar
Partner
Membership Number: 121 007
Pune, August 11, 2020