

Independent Auditor's Review Report on the Unaudited Financial Information of the Company for the nine months period ended December 31, 2020

**Review Report to
The Board of Directors
Standard Chartered Investments and Loans (India) Limited**

1. We have reviewed the accompanying statement of unaudited financial information of Standard Chartered Investments and Loans (India) Limited (the "Company") for the nine months period ended December 31, 2020 (the "Statement") attached herewith, pursuant to the requirements of SEBI circular number SEBI/HO/DDHS/DDHS/CIR/P/2019/115 dated October 22, 2019 being submitted by the Company to include in disclosure documents for the private placement of the Commercial Papers (CPs).
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, (Ind AS 34) "Interim Financial Reporting" prescribed under Section 133 of the Companies Act, 2013 as amended, 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. 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 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.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying Statement, has not been prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013, as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, or that it contains any material misstatement.
5. **Emphasis of Matter**
 - a) We draw attention to Note 6 to the Statement, which describes the extent to which the COVID-19 pandemic will continue to impact the Company's operations and its financial metrics which are dependent on uncertain future developments.
 - b) The comparative Ind AS financial information of the Company for the corresponding period ended December 31, 2019 included in the Statement of the Company has not been subjected to a review and has been prepared and presented as certified by the management.

Our opinion is not modified in respect of these matters.



S.R. BATLIBOI & Co. LLP

Chartered Accountants

6. The comparative of the Ind AS financial statements of the Company as at and for the year ended March 31, 2020, were audited by predecessor auditor who expressed an unmodified opinion on those financial statements on June 15, 2020 respectively.

For S.R. BATLIBOI & Co. LLP
Chartered Accountants
ICAI Firm registration number: 301003E/E300005



per Rutushtra Patell
Partner
Membership No.:123596

UDIN: 21123596AAAABG6190
Place: Mumbai
Date: March 5, 2021



Standard Chartered Investments and Loans (India) Limited
(A wholly owned subsidiary of Standard Chartered Bank, United Kingdom)

CIN: U65990MH2003PLC142829

Crescenzo, 6th Floor, G Block, C 38/39, BKC, Bandra (E), Mumbai - 400051, India
Website : www.standardcharteredinvestmentsloans.co.in Email : scilicustomer.care@sc.com

Phone : +91 22 61158495 Fax : 022-61157825

STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE NINE MONTHS ENDED DECEMBER 31, 2020 (INR Lacs)			
Sr. No.	Particulars	As at December 31, 2020 (Unaudited)	As at March 31, 2020 (Audited)
A	ASSETS		
1	Financial Assets		
	(a) Cash & cash equivalents	19,593	18,652
	(b) Receivables		
	Trade Receivables	21	69
	(c) Loans	245,697	205,754
	(d) Investments	5,186	11,468
	(e) Other financial assets	152	1,144
2	Non-financial Assets		
	(a) Current tax assets (net)	11,325	11,318
	(b) Deferred tax asset (net)	853	837
	(c) Property, plant and equipment	303	442
	(d) Capital Work-in-Progress	670	366
	(e) Other intangible assets	239	381
	(f) Other non-financial assets	257	134
	TOTAL ASSETS	284,296	250,565
B	LIABILITIES AND EQUITY		
1	Financial Liabilities		
	(a) Trade Payables		
	Total outstanding dues of micro enterprises and small enterprises	-	-
	Total outstanding dues of creditors other than micro enterprises and small enterprises	158,934	117,742
	(b) Debt Securities	15,686	30,938
	(c) Borrowings (Other than debt securities)	5,200	4,900
	(d) Inter Corporate Deposits	-	-
	(e) Subordinated Liabilities	3,151	2,151
	(f) Other financial liabilities	-	-
2	Non-Financial Liabilities		
	(a) Current tax liabilities (net)	4,479	3,229
	(b) Provisions	463	324
	(c) Other non-financial liabilities	50	158
3	Equity		
	(a) Equity share capital	45,439	45,439
	(b) Other equity	50,894	45,684
	TOTAL LIABILITIES AND EQUITY	284,296	250,565



R. Batliboi



Standard Chartered Investments and Loans (India) Limited
(A wholly owned subsidiary of Standard Chartered Bank, United Kingdom)

CIN: U65990MH2003PLC142829

Crescenzo, 6th Floor, G Block, C 38/39, BKC, Bandra (E), Mumbai - 400051, India

Website :www.standardcharteredinvestmentsloans.co.in Email :scilfcustomer.care@sc.com

Phone :+91 22 61158495 Fax : 022-61157825

S.No.	Particulars	STATEMENT OF UNAUDITED FINANCIAL RESULTS FOR THE NINE MONTHS ENDED DECEMBER 31, 2020 (INR Lacs)			
		Nine Months Ended		Year Ended	
		December 31, 2020 (Unaudited)	December 31, 2019 (Unaudited)	March 31, 2020	March 31, 2020 (Audited)
(I)	Revenue from operations				
	(i) Interest income	18,899	19,216	25,883	
	(ii) Fee income	372	439	696	
	Total revenue from operations	19,271	19,655	26,579	
(II)	Other income	440	2,112	439	
(III)	Total income (I+II)	19,711	21,767	27,018	
(IV)	Expenses				
	(i) Finance costs	9,590	10,912	14,304	
	(ii) Employee benefit expenses	1,405	1,182	1,647	
	(iii) Depreciation & amortisation	194	398	506	
	(iv) Impairment/(Reversal of Impairment) on financial instruments	612	782	1,297	
	(v) Other expenses	904	925	953	
	Total Expenses	12,705	14,199	18,707	
(V)	Profit before exceptional items (III-IV)	7,006	7,568	8,311	
(VI)	Exceptional items	-	-	1,773	
(VII)	Profit before tax (V+VI)	7,006	7,568	10,084	
(VIII)	Tax Expense :				
	(1) Current Tax	1,809	2,056	2,739	
	(2) Deferred Tax	(14)	(281)	(378)	
(IX)	Profit for the period (VII-VIII)	5,211	5,793	7,723	
(X)	Other Comprehensive Income				
A	(i) Items that will not be reclassified to profit or loss	-	-	(12)	
	(ii) Income Tax relating to items that will not be reclassified to profit or loss	-	-	3	
B	Subtotal (A)	-	-	(9)	
	(i) Items that will be reclassified to profit or loss	-	-	-	
	(ii) Income Tax relating to items that will be reclassified to profit or loss	-	-	-	
	Subtotal (B)	-	-	-	
	Other Comprehensive Income (A + B)	-	-	(9)	
(XI)	Total Comprehensive Income (VII+VIII)	5,211	5,793	7,714	
(XII)	Earnings per share (not annualised):				
	(a) Basic (Rs.)	1.15	1.27	1.70	
	(b) Diluted (Rs.)	1.15	1.27	1.70	



Reshma Khanna

Notes :-

- 1 The above financial results have been prepared in accordance with the principles laid down in the Indian Accounting Standard 34 (Ind AS 34) notified under Companies (Indian Accounting Standards) Rules, 2015 as amended by the Companies (Indian Accounting Standards) Rules, 2016, prescribed under section 133 of the Companies Act 2013 (The Act) read with relevant rules thereunder and the other accounting principles generally accepted in India. Any application guidance/clarification/directions issued by the Reserve Bank of India or other regulators are implemented as and when they are issued/applicable.
- 2 The above unaudited financial results for the nine months ended December 31, 2020 have been reviewed by the Audit Committee and recommended for approval and approved by the Board of Directors at its meeting held on March 05, 2021. The Statutory Auditors of the Company have carried out limited review of financial results for the nine months ended December 31, 2020.
- 3 The Company's main business is Financing and Investing activities. All other activities revolve around the main business. Further all activities are carried out within India. As such there are no separate reportable segments as per the provisions of Ind AS 108 on Operating Segment.
- 4 There is no Debenture Redemption Reserve (DRR) created as the Non Banking Financial Companies registered with Reserve Bank of India are not required to create DRR for the privately placed debentures.
- 5 The Indian Parliament has approved the Code on Social Security, 2020 which would impact the contributions by the Company towards Provident fund and Gratuity. The Ministry of Labour and Employment has released draft rules for the Code on Social Security, 2020 on November 13, 2020 and has invited suggestions from stakeholders which are under active consideration of the Ministry. The Company will assess the impact once the subject rules are notified and will give appropriate impact in the financial statements in the period in which the Code becomes effective and the related rules to determine the financial impact are published.
- 6 The COVID-19 pandemic has affected countries across the world, India being no exception. The lockdown imposed to curb the spread of pandemic by the Government has impacted business operations during the nine months ended December 31, 2020. On the macroeconomic front there has been significant volatility in the financial markets. Apart from many other adverse effects, the lockdown has stalled business momentum and has caused delay in collection dues from the customers.
In accordance with the Reserve Bank of India (RBI) guidelines relating to 'COVID-19 Regulatory Package' dated March 27, 2020 and subsequent guidelines on EMI moratorium dated April 17, 2020 and May 23, 2020, the Company had offered moratorium to its customer based on requests as well as on suo-moto basis between March 1, 2020 to August 31, 2020.
During the nine months, the company has made an expected credit loss (ECL) provision on stage 1, 2 and 3 assets of Rs. 612 lacs taking the overall ECL provision on assets to Rs. 2,935 lacs as of December 31, 2020 as against Rs. 2,370 lacs as on March 31, 2020. The ECL provision as a percentage of stage 1 and stage 2 assets is 0.85% as of December 31, 2020 as compared to 0.70% on stage 1 and 2 assets as of December 31, 2019. In addition, the company is holding 9.61% ECL provision on one borrower which is classified in stage 3 for the nine months ended December 31, 2020. Given the uncertainty on the external macro-economic factors and the dynamic and evolving nature of the pandemic, these estimates may be affected by the severity and duration of the pandemic and other variables. The Company continues to closely monitor any material changes to the future economic conditions, the impact of which will be duly recognized and given effect to in the respective future period.
- 7 The comparative financial information of the Company for the corresponding period ended December 31, 2019 included in these unaudited financial results of the Company has not been subjected to a review and has been prepared and presented as certified by the management.
- 8 The figures for previous period/year have been regrouped wherever required, to correspond with those of the current period/year.

In terms of our report attached.

For S.R. Batliboi & Co. LLP
Chartered Accountants

Firm's Registration No: 301000E/E300005

S.R. Batliboi

Rutushtra Patel

Partner

Membership No: 123596

Place: Mumbai

Date : March 5, 2021

For and on behalf of the Board of Directors
Standard Chartered Investments and Loans (India)

Prashant Kumar

Prashant Kumar

MD & CEO

DIN : 08554379

Place: Mumbai

Date : March 5, 2021

