

 **SAKTHI FINANCE**
AN EDIFICE BUILT ON TRUST

SFL:BM:045:2016-17

28th May 2016

BSE Limited
Floor 25, P J Towers
Dalal Street, Fort
Mumbai – 400 001
Fax Nos : 022 – 22723121 / 22723719 /
22722309
Scrip Code : 511066
Email ID : corp.compliance@bseindia.com

Kind Attn: Ms Sapna Mathukiya
Asst. Manager, DCS

Madam

Outcome of the Board Meeting held on 28th May 2016

We refer to our Letter No. SFL: BM: 035:2016-17 dated 17th May 2016 intimating you the convening of Board Meeting on 28th May 2016 for consideration of audited financial results for the year ended 31st March 2016.

In this regard, we wish to inform you that the Board of Directors of the Company have, at their meeting held today approved the following items:

1. AUDITED FINANCIAL RESULTS:

We enclose a copy of the following document:

1. Audited Financial Results for the quarter and year ended 31st March 2016 in the format prescribed under Regulations 33(4)
2. A copy of the audit report of the Statutory Auditors - M/s P N Raghavendra Rao & Co, Chartered Accountants, Coimbatore on the Audited Financial Results;
3. Form A in respect of the Audit report
4. A declaration from the Company regarding Auditors' report on the audited financial results which contains an unmodified opinion only

The extract of results in the format prescribed under the Listing Regulations will be published within the stipulated time in the manner laid down under regulations 47(1)(b) in English and Tamil newspapers. The Audited Financial Results have been uploaded on the website of the Company www.sakthifinance.com as well as in the website of the BSE Limited in the manner required by them.



Sakthi Finance Limited

62, Dr. Nanjappa Road Coimbatore - 641 018 | T: 0422 2231471/4 | F: 0422 2231915 | W: www.sakthifinance.com

CIN : L65910TZ1955PLC000145

Ψ SAKTHI FINANCE

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2. DIVIDEND

The Board of Directors have recommended a dividend of Re.1/- per share (10 % of the face value of Rs 10 each) on Equity shares subject to the approval of members at the ensuing Annual General Meeting of the Company.

3. DISCLOSURES REQUIRED UNDER REGULATION 52(4) OF THE SEBI LISTING REGULATIONS 2015

- a. Disclosures in accordance with Regulation 52(4) of the SEBI Listing Regulations 2015.
- b. A copy of certificate from the Debenture Trustee as required under Regulation 52(5) of SEBI Listing Regulations 2015

The Board Meeting commenced at 12.45 p.m. and concluded at 3.30 p.m.

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

Yours faithfully
For Sakthi Finance Limited


S. Venkatesh
Company Secretary



Encl: (6)

SAKTHI FINANCE LIMITED

62 DR. NANJAPPA ROAD
COIMBATORE - 641018

Statement of Audited Financial Results for the Quarter and year ended 31st March 2016

Part I

(Rs. lakhs)

SI No	Particulars	Quarter Ended			Year Ended	
		31/03/2016 (Audited)	31/12/2015 (Unaudited)	31/03/2015 (Audited)	31/03/2016 (Audited)	31/03/2015 (Audited)
1	Income from Operations	4546.26	4120.36	4091.18	16802.56	14678.99
	Total income from Operations (net)	4546.26	4120.36	4091.18	16802.56	14678.99
2	Expenses					
	a. Employee benefits expense	603.61	439.70	454.06	1933.09	1772.77
	b. Depreciation and amortisation expense	111.06	53.37	29.57	285.05	241.21
	c. Provisions and write off	238.68	141.15	170.91	647.16	533.32
	d. Other expenditure	471.82	385.70	438.38	1555.85	1319.69
	e. Contingent Provision against Standard Assets	4.55	3.70	16.32	52.45	34.20
	Total Expenses	1429.72	1023.62	1109.24	4473.60	3901.19
3	Profit/(Loss) from operations before other income, finance costs and exceptional items (1-2)	3116.54	3096.74	2981.94	12328.96	10777.80
4	Other Income	172.16	38.65	95.17	404.16	382.89
5	Profit/(Loss) from ordinary activities before finance costs and exceptional items (3 + 4)	3288.70	3135.39	3077.11	12733.12	11160.69
6	Finance Costs	2645.28	2572.53	2557.30	10261.07	9031.73
7	Profit / (Loss) from ordinary activities after finance costs but before exceptional items (5 - 6)	643.42	562.86	519.81	2472.05	2128.96
8	Exceptional Items	-	-	-	432.12	-
9	Profit/(Loss) from ordinary activities before tax (7 - 8)	643.42	562.86	519.81	2039.93	2128.96
10	Tax expense	281.72	194.90	32.90	787.36	544.32
11	Net Profit / (Loss) from ordinary activities after tax (9 - 10)	361.70	367.96	486.91	1252.57	1584.64
12	Extraordinary items (net of tax expense)	-	-	-	-	-
13	Net Profit/(Loss) for the period (11 - 12)	361.70	367.96	486.91	1252.57	1584.64
14	Paid-up equity share capital (Face Value of Rs.10 per Share)	5000.00	5000.00	5000.00	5000.00	5000.00
15	Reserves excluding Revaluation Reserve as per balance sheet of previous accounting year				7671.00	7099.73
16	Earnings per share (not annualised) before and after extraordinary items:					
	(a) Basic (Rs.)	0.72	0.74	0.97	2.25	2.93
	(b) Diluted (Rs.)	0.72	0.74	0.97	2.25	2.93

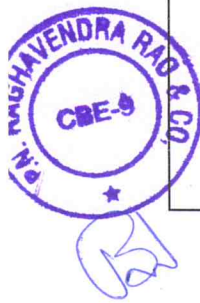


SAKTHI FINANCE LIMITED
62, DR. NANJAPPA ROAD
COIMBATORE - 641018

STATEMENT OF ASSETS AND LIABILITIES

(Rs. Lakhs)

SI No	Particulars	As at 31.03.2016	As at 31.03.2015
		(Audited)	(Audited)
(A)	EQUITY AND LIABILITIES		
1	Shareholders' funds		
	(a) Share capital	6050.00	6057.25
	(b) Reserves and surplus	9536.67	9106.57
	Sub-total - Shareholders' funds	15586.67	15163.82
2	Non-current liabilities		
	(a) Long-term borrowings	44251.79	32988.20
	(b) Deferred tax liabilities (net)	588.67	664.39
	Sub-total - Non-current liabilities	44840.46	33652.59
3	Current liabilities		
	(a) Short-term borrowings	24570.86	34211.77
	(b) Other current liabilities	21029.09	31202.09
	(c) Short-term provisions	1975.92	2032.70
	Sub-total - Current liabilities	47575.87	67446.56
	TOTAL - EQUITY AND LIABILITIES	108003.00	116262.97
(B)	ASSETS		
1	Non-current assets		
	(a) Fixed assets	6634.49	5858.40
	(b) Non-current investments	2236.34	2093.92
	(c) Long-term loans and advances	194.19	641.18
	(d) Other non-current assets	162.17	120.83
	Sub-total - Non-current assets	9227.19	8714.33
2	Current assets		
	(a) Current investments	110.99	312.07
	(b) Stock on Hire	92178.98	87982.60
	(c) Trade receivables	148.81	132.02
	(d) Cash and Bank Balances	3751.17	14244.16
	(e) Short-term loans and advances	2361.14	4629.51
	(f) Other current assets	224.72	248.28
	Sub-total - Current assets	98775.81	107548.64
	TOTAL- ASSETS	108003.00	116262.97

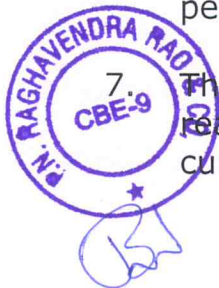


SAKTHI FINANCE LIMITED
62, DR. NANJAPPA ROAD
COIMBATORE

Notes:

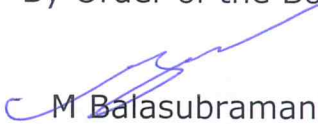
1. The above Results have been reviewed by the Audit Committee and approved by the Board of Directors at their meetings held on 28th May 2016.
2. The Board of Directors have recommended an equity dividend of Rs 17 per share (10 % on the face value of RS. 10) which is subject to the approval of members at the ensuing Annual General Meeting.
3. The Company is primarily engaged in the business of asset financing. This, in the context of Accounting Standard – 17 on Segment Reporting, notified by the Companies (Accounting Standards) Rules 2006, is considered to constitute a single primary segment.
4. The Company made a public issue of Secured, Redeemable, Non-Convertible Debentures (NCDs) of Rs. 1,000 each for an amount of Rs 100 crore with an option to retain over-subscription for Rs 100 crore, aggregating to Rs 200 crore. The NCD issue opened on 7th April 2016 and closed on 6th May 2016. The Company made allotment of 16,48,708 NCDs to the eligible allottees on 17th May 2016. The NCDs were listed and admitted to dealings on the BSE Limited with effect from 23rd May 2016.
5. The Company's Secured, Redeemable, Non-Convertible Debentures (NCDs) are secured by mortgage of an immovable property and hire purchase receivables of the Company with a cover of 100% / 110% as per the terms of the issue.
6. The figures for the quarter ended 31st March 2016 are the balancing figures between audited figures in respect of full financial year ended 31st March 2016 and the year to date figures for the nine months period ended 31st December 2015.

7. The figures for the previous period / year have been regrouped / rearranged / reclassified, wherever necessary, to conform to the current period presentation.



By Order of the Board

28th May 2016
Coimbatore – 18


M Balasubramaniam
Vice Chairman and Managing Director

SAKTHI FINANCE LIMITED
62 DR. NANJAPPA ROAD
COIMBATORE - 641018

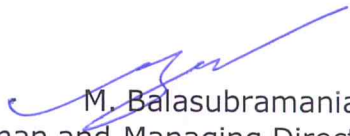
**Extract of Statement of Audited Financial Results for the
Quarter and Year ended 31st March 2016**

Particulars	Quarter Ended		Year Ended	
	31/03/2016	31/03/2015	31/03/2016	31/03/2015
Total income from Operations (net)	4546.26	4091.18	16802.56	14678.99
Net Profit /(Loss) from Ordinary activities after tax	361.70	486.91	1252.57	1584.64
Net Profit/(Loss) for the period after tax (after Extraordinary items)	361.70	486.91	1252.57	1584.64
Paid-up equity share capital (face value Rs.10 per share)	5000.00	5000.00	5000.00	5000.00
Reserves (excluding Revaluation Reserve as shown in the Balance Sheet of previous year)			7671.00	7099.73
Earnings per share (before and after extraordinary items) of Rs.10 each: (not annualised)				
Basic (Rs.)	0.72	0.97	2.25	2.93
Diluted (Rs.)	0.72	0.97	2.25	2.93

Note: The above is an extract of the detailed format of Quarterly and Audited Financial Results filed with Stock Exchange under Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations 2015. The full format of the Quarterly and Audited Financial Results are available on the BSE Ltd website: (URL: www.bseindia.com/corporates) and company's website www.sakthifinance.com.

By Order of the Board

28th May 2016
Coimbatore - 18


M. Balasubramaniam
Vice Chairman and Managing Director
DIN 00377053



Ref. No.

Date :

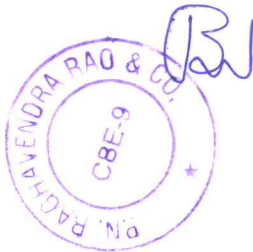
Auditors' Report on Quarterly Financial Results and Year to Date Results of the Company pursuant to Regulation 33 of SEBI (Listing Obligation and Disclosure Requirements) Regulations 2015

To

The Board of Directors of Sakthi Finance Limited

We have audited the quarterly financial results of **Sakthi Finance Limited** ("the Company"), for the quarter ended 31st March, 2016 and the year to date results for the financial year 1st April 2015 to 31st March, 2016, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015. These Quarterly financial results as well as year to date financial results have been prepared on the basis of the annual financial statements, which are the responsibility of the Company's Management. Our responsibility is to express an opinion on these financial results based on our audit of such annual financial statements, which have been prepared in accordance with the recognition and measurement principles laid down in Accounting Standards prescribed under Section 133 of the Companies Act, 2013 read with relevant rules issued thereunder and other accounting principles generally accepted in India.

We conducted our audit in accordance with the Auditing Standards issued by the Institute of Chartered Accountants of India. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial results are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts disclosed as financial results. An audit also includes assessing the accounting principles used and significant estimates made by management. We believe that our audit provides a reasonable basis for our opinion.



Ref. No.

Date :

/2/

In our Opinion and to the best of our information and according to the explanation given to us, these quarterly financial results as well as the year to date financial results:

- I. are presented in accordance with the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 in this regard; and
- II. give a true and fair view of the net profit and other financial information for the quarter ended 31st March 2016 as well as the year to date results for the financial year 1st April 2015 to 31st March 2016.

The statement includes the results for the quarter ended 31.03.2016, being the balancing figures between audited figures in respect of the full financial year and the published year to date figures up to the third quarter of the financial year which were subjected to limited review by us.

Place : Coimbatore
Date : 28.05.2016

For P.N.RAGHAVENDRA RAO & Co.,
Chartered Accountants
Firm Reg. No:003328S



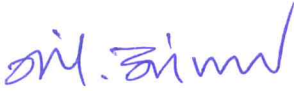



Pon Arul Paraneedharan

Pon Arul Paraneedharan
Partner
Membership No.212860

28th May 2016

FORM - A (Audit Report With Unmodified Opinion)

1	Name of the Company	Sakthi Finance Limited
2	Annual financial statements for the year ended	31st March 2016
3	Type of Audit observation	Un-Modified
4	Frequency of observation	None
5	To be signed by :	
a	Mr. M. Balasubramaniam Vice Chairman and Managing Director	
b	Mr. M.K Vijayaraghavan Chief Financial Officer	
c	Auditors of the Company Mr. Pon Arul Paraneedharan Partner Membership No. 212860 For M/s. P N Raghvendra Rao & Co Chartered Accountants Firm Regn No : 003328S	
d	Dr. A. Selvakumar Audit Committee Chairman	

28th May 2016

Declaration on Audited Financial Results for the year ended 31st March 2016

BSE Limited
Floor 25, P J Towers
Dalal Street, Fort
Mumbai – 400 001

Sir,

We hereby declare that the Auditor's Report on the Audited Financial Results for the year ended 31st March 2016 contains unmodified opinion only.

For Sakthi Finance Limited



S Venkatesh
Company Secretary

☐ SAKTHI FINANCE

AN EDIFICE BUILT ON TRUST

DISCLOSURE IN ACCORDANCE WITH REGULATION 52(4) OF SECURITIES AND EXCHANGE BOARD OF INDIA (LISTING OBLIGATIONS AND DISCLOSURE REQUIREMENTS) REGULATIONS 2015

1. **Credit Rating** : As per **Annexure A**
2. **Debt Equity Ratio** : The Debt Equity Ratio as on 31 March 2016 was 7.40
3. **Previous due date for the payment of interest / principal for the period 1 October 2015 till 31 March 2016** : As per **Annexure B**
All principal and interest on Non-Convertible Debentures due for payment during the half year ended 31 March 2016 have been paid on their respective due dates.
4. **Next due date for payment of interest / principal for the period April 1st 2016 till September 30, 2016** :- As per **Annexure C**
5. **Outstanding redeemable preference shares** : Nil
6. **Debenture Redemption Reserve**: The Debenture Redemption Reserve of the Company as on 31 March 2016 was Rs. 960.00 lakhs
Net worth: The Net Worth of the Company as on 31 March 2016 was Rs. 12671.00 lakhs
7. **Net profit after tax** : Given in the enclosed Audited Financial Results
8. **Earnings per Share**: Given in the enclosed Audited Financial Results

For SAKTHI FINANCE LIMITED




S. V. KATESH
Company Secretary

Sakthi Finance Limited

62, Dr. Nanjappa Road Coimbatore - 641 018 | T: 0422 2231471/4 | F: 0422 2231915 | W: www.sakthifinance.com

CIN : L65910TZ1955PLC000145

SAKTHI FINANCE

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Annexure - A

CREDIT RATING

The Credit Rating as on 31 March 2016 is as follows:

Instrument	Credit Rating Agency	Credit as on 31 March 2016	Previous Credit Rating
Secured, Redeemable Non-Convertible Debentures	ICRA Limited	[ICRA] BBB (Stable)	[ICRA] BBB (Stable)

For SAKTHI FINANCE LIMITED




S. VENKATESH
Company Secretary

Sakthi Finance Limited

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CIN : L65910TZ1955PLC000145

SAKTHI FINANCE AN EDIFICE BUILT ON TRUST

Annexure B

Details of Redemption and payment of interest during last half year ending 31 March 2016

Series / Tranche	Type (Principal / Interest)	Due date of Payment	Amount (Rs. Lakhs)	Actual date of Payment
Option I, III and VI	Interest	2nd November 2015	39.83	2nd November 2015
Option I, III and VI	Interest	1st December 2015	36.10	1st December 2015
Option I, III and VI	Interest	1st January 2016	38.59	1st January 2016
Option I, III and VI	Interest	1st February 2016	38.59	1st February 2016
Option I, III and VI	Interest	1st March 2016	36.10	1st March 2016
Option I, III, IV VI and VII	Interest	1st April 2016	94.05	1st April 2016

Annexure C

Details of redemption and interest due during the next half year

Series / Tranche	Type (Principal/Interest)	Due date of Payment	Amount (Rs. Lakhs)
Option I, III and VI	Interest	2nd May 2016	38.69
Option I, III and VI	Interest	1st June 2016	37.44
Option I, III and VI	Interest	1st July 2016	37.44
Option I, III and VI	Interest	1st August 2016	38.69
Option I, III and VI	Interest	1st September 2016	38.69
Option I, III and VI	Interest	1st October 2016	37.45

For SAKTHI FINANCE LIMITED




 S. VENKATESH
 Company Secretary

Sakthi Finance Limited

62, Dr. Nanjappa Road Coimbatore - 641 018 | T: 0422 2231471/4 | F: 0422 2231915 | W: www.sakthifinance.com

CIN : L65910TZ1955PLC000145



GDA Trustee

Believe in yourself... Trust us!



CERTIFICATE FOR RECEIPT AND NOTING OF INFORMATION

[Pursuant to Regulation 52(5) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015]

We, GDA Trusteeship Limited (“**Debenture Trustee**”) hereby confirm that we have received and noted the information, as specified under regulation 52(4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“**Regulations**”), provided to us by ‘**Sakthi Finance Limited.**’ for the Half year ended March 31, 2016.

This Certificate is being issued pursuant to the requirements of Regulation 52(5) of the aforesaid Regulations, for onward submission to Stock Exchange(s) by the Company.

For GDA Trusteeship Limited

S. S. Kulkarni

Authorized Signatory

Date: May 28, 2016

GDA Trusteeship Ltd.

Mumbai Office : Office No. 1, 2 and 3, 4th Floor, Rahimtoola House, 7, Homji Street, Fort, Mumbai 400 001 • **Tel :** +91-22-49220555 • **Fax :** +91-22-49220505

Regd Office : GDA House, Plot No. 85, Bhusari Colony (Right), Paud Road, Pune - 411 038 • **CIN No.** U74999PN1997PLC110262

Tel: +91-20-25280081 • **Fax:** +91-20-25280275 • **Email :** dt@gdatrustee.com • **Web :** www.gdatrustee.com

Bengaluru Office : D II - 207, Shriram White house, Netaji Shubhashchandra Bose Road, 15th Cross, 6th Main, R. T. Nagar, IInd Block, Bengaluru - 560 032 • **Tel:** +91-80-2354 2436

Delhi Office : B-22, Ansal Chambers-1, 3 Bhikaji Kama Place, New Delhi - 110066 • **Tel:** +91-11-26163600



GDA Trustee

Believe in yourself... Trust us!



CERTIFICATE FOR RECEIPT AND NOTING OF INFORMATION

[Pursuant to Regulation 52(5) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015]

We, GDA Trusteeship Limited (“**Debenture Trustee**”) hereby confirm that we have received and noted the information, as specified under regulation 52(4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (“**Regulations**”), provided to us by ‘**Sakthi Finance Limited.**’ for the Half year ended March 31, 2016.

This Certificate is being issued pursuant to the requirements of Regulation 52(5) of the aforesaid Regulations, for onward submission to Stock Exchange(s) by the Company.

For GDA Trusteeship Limited

S.S. Kulkarni

Authorized Signatory

Date: May 28, 2016

GDA Trusteeship Ltd.

Mumbai Office : Office No. 1, 2 and 3, 4th Floor, Rahimtoola House, 7, Homji Street, Fort, Mumbai 400 001 • Tel : +91-22-49220555 • Fax : +91-22-49220505

Regd Office : GDA House, Plot No. 85, Bhusari Colony (Right), Paud Road, Pune - 411 038 • CIN No. U74999PN1997PLC110262

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