

No. CTL/DEB/21-22/Noting Certificate/551

May 28, 2021

To Whomsoever It May Concern,

**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, Catalyst 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) Regulation, 2015 (“**Regulations**”), provided to us by **Five-Star Business Finance Limited** (“**the Company**”) for the Half Year ended March 31, 2021.

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 Catalyst Trusteeship Limited



**Authorised Signatory**

*Encl: Results submitted by Company*



**Five-Star Business Finance Limited**

Regd. Office: New No. 27, Old No.4, Taylors Road, Kilpauk, Chennai - 600 010

CIN: U65991TN1984PLC010844

**Statement of financial results for the half year ended and year ended 31 March 2021**

(All amounts are in lakhs, except share data and as stated)

Particulars	Half year ended 31 March 2021 (refer note 13)	Half year ended 31 March 2020 (refer note 13)	Year ended 31 March 2021	Year ended 31 March 2020
	Audited	Audited	Audited	Audited
<b>Revenue from operations</b>				
Interest income	51,775.77	42,614.38	1,01,487.58	74,682.42
Fee income	1,661.93	1,918.92	2,167.61	2,970.84
Net gain on fair value changes	1,106.99	468.84	1,319.03	1,018.22
<b>Total revenue from operations</b>	<b>54,544.69</b>	<b>45,002.14</b>	<b>1,04,974.22</b>	<b>78,671.48</b>
Other income	132.88	61.88	151.25	63.25
<b>Total Income</b>	<b>54,677.57</b>	<b>45,064.02</b>	<b>1,05,125.47</b>	<b>78,734.73</b>
<b>Expenses</b>				
Finance costs	16,616.54	12,562.22	32,519.12	21,693.51
Fees expenses	212.41	11.08	266.83	42.52
Impairment on financial instruments	2,983.70	3,531.98	3,517.57	4,934.19
Employee benefits expenses	9,174.22	7,298.52	16,371.78	12,710.78
Depreciation and amortization	593.74	591.12	1,138.39	1,006.85
Other expenses	2,526.63	2,036.87	3,667.70	3,416.83
<b>Total Expenses</b>	<b>32,107.24</b>	<b>26,031.79</b>	<b>57,481.39</b>	<b>43,804.68</b>
<b>Profit before tax</b>	<b>22,570.33</b>	<b>19,032.23</b>	<b>47,644.08</b>	<b>34,930.05</b>
<b>Tax expenses</b>				
Current tax	6,416.94	5,960.52	12,594.12	10,056.07
Deferred tax (net)	(832.77)	(1,298.10)	(849.48)	(1,321.06)
<b>Tax expenses</b>	<b>5,584.17</b>	<b>4,662.42</b>	<b>11,744.64</b>	<b>8,735.01</b>
<b>Profit after tax for the period / year</b>	<b>16,986.16</b>	<b>14,369.81</b>	<b>35,899.44</b>	<b>26,195.04</b>
<b>Other comprehensive income</b>				
<b>Items that will not be reclassified to profit or loss</b>				
Re-measurements of the defined benefit obligation	(67.71)	(58.53)	(105.27)	(148.80)
Income tax relating to items that will not be reclassified to profit or loss	17.04	14.73	26.49	37.45
<b>Other comprehensive income / (deficit) for the period / year</b>	<b>(50.67)</b>	<b>(43.80)</b>	<b>(78.78)</b>	<b>(111.35)</b>
<b>Total comprehensive income for the period / year, net of income tax</b>	<b>16,935.49</b>	<b>14,326.01</b>	<b>35,820.66</b>	<b>26,083.69</b>
<b>Earnings per equity share</b>				
a. Basic (in rupees)	66.24	55.78	140.13	103.24
b. Diluted (in rupees)	63.82	53.84	136.06	100.70
Face value per share	Not annualised 10.00	Not annualised 10.00	Annualised 10.00	Annualised 10.00

See accompanying notes to the audited financial results



Five-Star Business Finance Limited

Regd. Office: New No. 27, Old No.4, Taylors Road, Kilpauk, Chennai - 600 010

CIN: U65991TN1984PLC010844

Statement of assets and liabilities as at 31 March 2021

(All amounts are in Lakhs, except share data and as stated)

Particulars	As at	As at
	31 March 2021	31 March 2020
	Audited	Audited
<b>ASSETS</b>		
<b>Financial assets</b>		
Cash and cash equivalents	1,26,718.28	28,977.95
Bank balances other than cash and cash equivalents	8,853.99	16,134.94
Loans	4,35,874.94	3,83,080.44
Other financial assets	474.34	524.57
	<b>5,71,921.55</b>	<b>4,28,717.90</b>
<b>Non - financial assets</b>		
Current tax assets (net)	795.79	435.46
Deferred tax assets (net)	3,698.94	2,822.96
Investment property	3.56	3.56
Property, plant and equipment	845.60	1,106.09
Right of use asset	1,452.63	1,488.00
Other intangible assets	190.30	192.80
Other non-financial assets	452.77	548.62
	<b>7,439.59</b>	<b>6,597.49</b>
<b>Total assets</b>	<b>5,79,361.14</b>	<b>4,35,315.39</b>
<b>LIABILITIES AND EQUITY</b>		
<b>Financial liabilities</b>		
<b>Payables</b>		
Trade payables		
total outstanding dues of micro and small enterprises	-	-
total outstanding dues of creditors other than micro and small enterprises	867.17	662.40
Debt securities	1,30,378.55	1,07,886.42
Borrowings (Other than debt securities)	2,12,141.12	1,28,482.89
Other financial liabilities	1,717.01	1,568.10
	<b>3,45,103.85</b>	<b>2,38,599.81</b>
<b>Non-financial liabilities</b>		
Current tax liabilities (net)	-	74.80
Provisions	719.80	577.61
Other non-financial liabilities	1,720.27	1,605.12
	<b>2,440.07</b>	<b>2,257.53</b>
<b>Equity</b>		
Equity share capital	2,564.49	2,558.21
Other equity	2,29,252.73	1,91,899.84
	<b>2,31,817.22</b>	<b>1,94,458.05</b>
<b>Total liabilities and equity</b>	<b>5,79,361.14</b>	<b>4,35,315.39</b>

See accompanying notes to the audited financial results



**Five-Star Business Finance Limited**

Regd. Office: New No. 27, Old No.4, Taylors Road, Kilpauk, Chennai - 600 010

CIN: U65991TN1984PLC010844

**Notes:**

- 1 Five-Star Business Finance Limited ("the Company") is a Systematically Important Non-Deposit taking Non-Banking Finance Company (NBFC-ND-SI) registered with the Reserve Bank of India ("the RBI").
- 2 The audited financial results for the year ended 31 March 2021 have been reviewed by the Audit Committee and subsequently approved by the Board of Directors at their respective meetings held on 27 May 2021 and 28 May 2021 respectively. The above results have been subjected to audit by the statutory auditors of the Company. The auditors have issued an unmodified audit opinion.
- 3 The above financial results of the Company have been prepared in accordance with Indian Accounting Standards ('Ind AS') notified under the 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 issued thereunder and the other accounting principles generally accepted in India. Any application guidance/ clarifications/ directions issued by the Reserve Bank of India or other regulators are implemented as and when they are issued/ applicable.
- 4 During the previous year ended 31 March 2020, the Company vide its board meeting dated 29 August 2019 had approved the Scheme of Amalgamation ("the Scheme") of its wholly owned subsidiary - Five-Star Housing Finance Private Limited with the Company and their respective shareholders under sections 233 of the Act and other applicable provisions of the Act. The appointed date under the aforesaid Scheme is 1 April 2019. This scheme has been approved by the regulatory authorities. As required by the IND AS 103 - Business Combinations, pooling of interest method has been considered for common control business combination and accordingly, the assets and liabilities are reflected in the books of the Company at their respective carrying amounts. Further, in accordance with Ind AS 103 - Business Combinations, financial statements / results have been restated from 1 April 2018 and consequently, the amounts for the half year ended 30 September 2019 included as part of these results incorporate the results of the aforementioned wholly owned subsidiary entity. These financial results of the wholly owned subsidiary entity have not been subjected to limited review earlier. The financial details relating to the wholly owned subsidiary entity are given below:

(Rupees in Lakhs)	
Particulars	Half year ended 30 September 2019
Total income	424.61
Total expenses	355.53
Profit before tax	69.08
Tax expenses	18.74
Profit after tax	50.34

- 5 There is no separate reportable segment in accordance with Ind AS 108 on "Operating Segments" in respect of the Company.
- 6 Reserves include Statutory Reserves as per Section 45IC of Reserve Bank of India Act 1934, as per Section 29C of the National Housing Bank Act, 1987, balance in Securities Premium, Employee Stock Option Plan Reserve, General Reserve, Retained Earnings and Other Comprehensive Income.
- 7 The outbreak of COVID-19 pandemic and consequent regional lockdowns has severely impacted various activities across the country. The extent of impact of second wave of COVID-19 on the economy would also be dependent upon on future developments including measures taken by the Government, Regulator, responses of businesses and consumers to the pandemic. Therefore, the impact on the company's business, cash flows and financial results, is dependent on such future developments, which are highly uncertain.

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**Notes (continued)**

In accordance with the Reserve bank of India (RBI) guidelines related 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 has offered moratorium to its customers based on the eligibility for EMIs falling due between March 1, 2020 to August 31, 2020. Further, the Company offered resolution plans to its customers pursuant to RBI's guideline 'Resolution framework for Covid-19 related stress' dated August 6, 2020. Disclosures as required by RBI for moratorium is given in Note 8.

In accordance with the Board approved moratorium policy read with the Reserve Bank of India (RBI) guidelines dated 27 March 2020, 17 April 2020, 23 May 2020 and 6 Aug 2020 relating to 'COVID-19 – Regulatory Package' and guidelines issued thereto, the Company has granted moratorium up-to five months on the payment of instalments falling due between 1 April 2020 and 31 August 2020 to all eligible borrowers on a suo-moto basis based on the Company's policy approved by its Board. Based on an assessment by the Company, this relaxation has not been deemed to be automatically triggering significant increase in credit risk 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. Accordingly, in respect of accounts where moratorium benefit have been granted, the staging of those accounts as at 31 March 2021 is based on the days past due status considering the benefit of moratorium period in accordance with the Reserve Bank of India Covid-19 Regulatory Package.

Estimates and associated judgments / assumptions applied in preparation of these financial results including determining the impairment loss allowance and expected future cash inflows / outflows are based on a combination of historical experience and emerging / forward looking indicators resulting from the pandemic. In addition to these early indicators, the Company has separately incorporated estimates, assumptions and judgements specific to the impact of the COVID-19 pandemic in the measurement of impairment loss allowance for the year ended 31 March 2021. In addition to the indicators available, the Company has also used potential stress on probability of default and exposure at default on the expected credit losses on loans and accordingly recognized an expected credit loss on loans of INR 8,663 lakhs as at 31 March 2021 (As at 31 March 2020 - INR 6,142 lakhs) including an additional impairment provision amounting to INR 3,518 lakhs (including write offs of INR 997 lakhs) during the current year (Year ended 31 March 2020 - INR 4,934 lakhs (including write offs of INR 486 lakhs)). The Company believes that it has considered all the possible impact of the currently known events arising out of the COVID-19 pandemic in the preparation of financial results. However, the impact assessment of COVID-19 is a continuing process given its uncertainty in nature and duration, this may have corresponding impact in the financial position. The Company will continue to monitor any material changes to the future economic conditions.

8 Disclosure as required under RBI notification no. RBI/2019-20/220 DOR.No.BP.BC.63/21.04.048/2019-20 dated 17 April 2020 on COVID-19 Regulatory Package - Asset Classification and Provisioning:

Particulars	(Rupees in Lakhs)
	As at 31 March 2021
i) Respective amounts in SMA/overdue categories, where the moratorium/deferment was extended *	1,01,340.56
ii) Respective amount where asset classification benefits is extended **	-
iii) Provision made on the cases where asset classification benefit is extended ***	-
iv) Provisions adjusted during the respective accounting periods against slippages and the residual provisions	-

\* Outstanding as on 31 March 2021 on account of all cases where moratorium benefit is extended by the Company up to 31 August 2020.

\*\* Outstanding on account of cases where the asset classification benefit is extended as on 31 March 2021 for cases which were entitled to a moratorium until 31 August 2020.

\*\*\* The Company has made provision for impairment loss allowance (as per Expected credit loss model) for the period ended 31 March 2021.

9 In terms of the requirement as per RBI notifications no. RBI/2019-20/170 DOR (NBFC).CC. PD No. 109/22.10.106/2019-20 dated 13 March 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 IRAC (including Standard asset provisioning), as at 31 March 2021 and accordingly, no amount is required to be transferred to impairment reserve.



**Five-Star Business Finance Limited**  
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**Notes (continued)**

- 10 The Company had complied with the interim order granted by the Honourable Supreme Court of India dated 3 September 2020 Public Interest Litigation (PIL) by Gajendra Sharma Vs Union of India & ANR to not declare additional accounts as Non Performance Asset (NPA) post 31 August 2020 which were not declared as non performing accounts (NPAs) as of 31 August 2020. The interim order stood vacated on 23 March 2021 in the matter of Small Scale Industrial Manufacturers Associations vs UOI & Ors. In accordance with the order and the instructions in paragraph 5 of the RBI circular dated 7 April 2021 issued in this connection, the Company has complied with the asset classification of borrower accounts as per the extant RBI instructions / IRAC norms. The Company has made the provision on such borrower accounts, as per the requirement of Ind AS.
- 11 The Government of India, Ministry of Finance, vide its notification dated 23 October 2020, had announced COVID-19 Relief Scheme for grant of ex-gratia payment of difference between compound interest and simple interest for six months to borrowers in specified loan accounts ("the Scheme"), as per the eligibility criteria and other aspects specified therein and irrespective of whether RBI moratorium was availed or not. The Company had implemented the Scheme and credited to the accounts of or remitted amounts to the eligible borrowers as per the Scheme.
- 12 In accordance with instructions in RBI circular dated 7 April 2021, all lending institutions shall put in place a Board approved policy and refund / adjust the 'interest on interest' charged to borrowers during the moratorium period, irrespective of whether moratorium had been fully or partially availed, or not availed. Pursuant to these instructions, the Company has put in place a Board approved policy on "Refund/Adjustment of Interest on Interest charged during the Moratorium Period" and accordingly estimated the said amount based on guidance provided by Indian Banks Association (IBA) on 19 April 2021 and reversed the income to that extent during the current financial year.
- 13 The figures for half year ended 31 March 2021 and the corresponding half year ended in the previous year as reported in these annual financial results are the balancing figures between audited figures in respect of the full financial year and year to date figures for the half year ended 30 September 2020 and half year ended 30 September 2019 respectively. The published figures for the half year ended 30 September 2020 and half year ended 30 September 2019 have not been subjected to audit. The half year ended results of 31 March 2020 have been arrived after reflecting the accounting of the Scheme detailed in Note 4.
- 14 Previous period's figures have been regrouped / reclassified wherever necessary, to conform with the current period presentation.

**For and on behalf of the Board of Directors**

Place: Chennai  
Date: 28 May 2021



  
**D Lakshminpathy**  
Chairman and Managing Director



**Five-Star Business Finance Limited**  
 Regd. Office: New No. 27, Old No.4, Taylors Road, Kilpauk, Chennai - 600 010  
 CIN: U65991TN1984PLC010844

**Annexure 1**

**a) Credit Rating:**

The CARE Ratings Limited ("CARE") and ICRA Limited ("ICRA") have assigned following rating to the company:

Facility	CARE	ICRA
(i) Non-Convertible Debentures	CARE A	ICRA A
(ii) Commercial Papers	CARE A1	-
(iii) Long term bank facilities	CARE A	ICRA A
(iv) Short term bank facilities	CARE A1	-

**b) Asset cover available for non-convertible debt securities:**

Not applicable.

**c) Debt-equity ratio\*:**

The debt-equity ratio of the company as per the reviewed financial results for the year ended 31 Mar 2021 is 1.48

**d) Previous due date for the payment of interest/dividend for non-convertible redeemable preference shares/repayment of principal of non-convertible preference shares/non-convertible debt securities and whether the same has been paid or not:**

All previous dues with respect to debentures were paid on due date (Refer Appendix A).  
 The company has not issued any non-convertible redeemable preference shares.

**e) Next due date for the payment of interest / dividend of non-convertible preference shares/principal along with the amount of interest/dividend of non-convertible preference shares payable and the redemption amount.**

The company has not issued any convertible redeemable preference shares.

**f) Debt service coverage ratio:**

Not applicable.

**g) Interest service coverage ratio:**

Not applicable.

**h) Outstanding redeemable preference shares (quantity and value):**

Not applicable.

**i) Capital redemption reserve/Debenture redemption reserve:**

Debenture redemption reserve is not required in respect of privately placed debentures in terms of rule 18(7) (b) (ii) of the Companies (Share Capital and Debenture) Rules, 2014.

**j) Net worth\*\*:**

Rs.231,817.22 Lakhs

**k) Net profit after tax:**

Rs.35,899.44 Lakhs

**l) Earnings Per share:**

(i) Basic 140.13  
 (ii) Diluted 136.06

\* Debt-equity ratio is (Debt Securities+Other than Debt Securities) / Net Worth.

\*\* Net Worth is equal to Paid up Equity Share Capital + Reserves



## Appendix A

## Details of previous due dates for payment of Interest/Principal for Non-Convertible Debentures

S.No	Name	Type (Interest / Principal)	Issue size (Rs. in cr)	Interest / Principal due date	Paid/ Unpaid
1	INE128S07010	Interest & Principal	30	04-12-2020	Paid
2	INE128S07135	Interest & Principal	25	06-11-2020	Paid
3	INE128S07143	Interest & Principal	25	05-02-2021	Paid
4	INE128S07234	Interest & Principal	15	15-12-2020	Paid
5	INE128S07242	Interest & Principal	15	15-03-2021	Paid
6	INE128S07275	Interest & Principal	45	28-12-2020	Paid
7	INE128S07259	Interest & Principal	30	28-12-2020	Paid
8	INE128S07267	Interest & Principal	24	26-02-2021	Paid
9	INE128S07317	Interest	5	29-03-2021	Paid
10	INE128S07325	Interest	65	29-03-2021	Paid
11	INE128S07333	Interest	65	29-03-2021	Paid
12	INE128S07341	Interest	65	29-03-2021	Paid
13	INE128S07358	Interest & Principal	55	29-04-2021	Paid
14	INE128S07374	Interest & Principal	180	29-04-2021	Paid
15	INE128S07390	Interest & Principal	180	24-05-2021	Paid
16	INE128S07408	Interest	185	30-03-2021	Paid
17	INE128S07366	Interest	30	30-04-2021	Paid
18	INE128S07416	Interest	125	01-03-2021	Paid
19	INE128S07424	Interest	15	31-03-2021	Paid
20	INE128S07440	Interest	25	12-03-2021	Paid
21	INE128S07457	Interest	115	22-04-2021	Paid
22	INE128S07507	Interest	70	30-03-2021	Paid

## Details of next due dates for payment of interest/Principal for Non-Convertible Debentures

S.No	Name	Type (Interest / Principal)	Issue size (Rs. in cr)	Interest / Principal due date
1	INE128S07317	Interest	5	28-06-2021
2	INE128S07325	Interest	65	28-06-2021
3	INE128S07333	Interest	65	28-06-2021
4	INE128S07341	Interest	65	28-06-2021
5	INE128S07366	Interest	30	31-05-2021
6	INE128S07408	Interest & Principal	185	18-06-2021
7	INE128S07416	Interest	125	28-08-2021
8	INE128S07424	Interest	15	30-06-2021
9	INE128S07432	Interest	15	28-05-2021
10	INE128S07440	Interest	25	12-06-2021
11	INE128S07457	Interest	115	21-07-2021
12	INE128S07465	Interest	50	03-07-2021
13	INE128S07473	Interest	100	31-07-2021
14	INE128S07481	Interest	50	20-08-2021
15	INE128S07499	Interest & Principal	25	22-02-2023
16	INE128S07507	Interest	70	30-09-2021
17	INE128S07515	Interest	25	19-11-2021
18	INE128S07523	Interest & Principal	20	15-06-2023
19	INE128S07531	Interest & Principal	20	15-03-2022
20	INE128S07549	Interest & Principal	75	16-12-2027
21	INE128S07556	Interest & Principal	50	17-12-2027
22	INE128S07564	Interest & Principal	150	30-04-2023





# B S R & Co. LLP

Chartered Accountants

KRM Tower, 1<sup>st</sup> & 2<sup>nd</sup> Floors,  
No.1, Harrington Road, Chetpet,  
Chennai – 600 031, India

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**Independent Auditors' report on annual financial results under Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the year ended 31 March 2021**

## INDEPENDENT AUDITORS' REPORT

### TO THE BOARD OF DIRECTORS OF FIVE-STAR BUSINESS FINANCE LIMITED

#### Report on the audit of the Annual Financial Results

##### Opinion

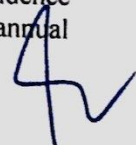
We have audited the accompanying annual financial results of Five-Star Business Finance Limited (hereinafter referred to as the "Company") for the year ended 31 March 2021, attached herewith, being submitted by the Company pursuant to the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended ('Listing Regulations').

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid annual financial results:

- a. are presented in accordance with the requirements of Regulation 52 of the Listing Regulations in this regard; and
- b. give a true and fair view in conformity with the recognition and measurement principles laid down in the applicable Indian Accounting Standards, and other accounting principles generally accepted in India, of the net profit and other comprehensive income and other financial information for the year ended 31 March 2021.

##### Basis for Opinion

We conducted our audit in accordance with the Standards on Auditing ("SAs") specified under section 143(10) of the Companies Act, 2013 ("the Act"). Our responsibilities under those SAs are further described in the *Auditor's Responsibilities for the Audit of the Annual Financial Results* section of our report. We are independent of the Company, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Act, and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our opinion on the annual financial results.



**Audit report on annual financial results under Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Listing Regulations, 2015 for the year ended 31 March 2021**

*Page 2 of 4*

**Emphasis of Matter**

As more fully described in Note 7 to the financial results, the extent to which the ongoing COVID-19 pandemic will have impact on the Company's financial performance including the Company's estimates of impairment of loans, are dependent on future developments, the severity and duration of the pandemic, which are highly uncertain.

Our opinion is not modified in respect of this matter.

**Management's and Board of Directors' Responsibilities for the Annual Financial Results**

These annual financial results have been prepared on the basis of the annual financial statements.

The Company's Management and the Board of Directors are responsible for the preparation and presentation of these annual financial results that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act and other accounting principles generally accepted in India and in compliance with Regulation 52 of the Listing Regulations. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the annual financial results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the annual financial results, the Management and the Board of Directors are responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is responsible for overseeing the Company's financial reporting process

A handwritten signature in blue ink, consisting of a large, stylized initial 'A' followed by a horizontal line and a small flourish.



**Audit report on annual financial results under Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Listing Regulations, 2015 for the year ended 31 March 2021**

*Page 3 of 4*

**Auditor's Responsibilities for the Audit of the Annual Financial Results**

Our objectives are to obtain reasonable assurance about whether the annual financial results as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these annual financial results.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the annual financial results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion through a separate report on the complete set of financial statements on whether the company has adequate internal financial controls with reference to financial statements in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures in the financial results made by the Management and Board of Directors.
- Conclude on the appropriateness of the Management and Board of Directors use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the appropriateness of this assumption. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the annual financial results or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the annual financial results, including the disclosures, and whether the annual financial results represent the underlying transactions and events in a manner that achieves fair presentation.



**BSR & Co. LLP**

**Audit report on annual financial results under Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Listing Regulations, 2015 for the year ended 31 March 2021**

*Page 4 of 4*

**Auditor's Responsibilities for the Audit of the Annual Financial Results (continued)**

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

**Other Matters**

The annual financial results include the results for the half year ended 31 March 2021 and the corresponding half year ended in the previous year being the balancing figure between the audited figures in respect of the full financial year and the unaudited year to date figures for the half year ended 30 September 2020 and half year ended 30 September 2019 respectively which were subject to limited review by us.

*for* **BSR & Co. LLP**

Chartered Accountants

Firm's Registration No: 101248W/W-100022

  
**K Raghuram**

*Partner*

Membership No: 211171

UDIN: 21211171AAAAAQ1862

Place : Chennai

Date : 28 May 2021

Date: 28<sup>th</sup> May 2021

To,

**Catalyst Trusteeship Limited**

Office No. 83 – 87, 8th floor,  
 'Mittal Tower', 'B' Wing,  
 Nariman Point, Mumbai – 400021

Dear Sir,

Sub: Information for the half year ended 31<sup>st</sup> March 2021


In terms of the Regulation 52(5) of the SEBI (Listing Obligations and Disclosure Requirements) Regulation 2015, we submit the following documents for your noting.

S.No	Particulars	Supporting
1	Credit Rating and change in credit rating	Credit Rating Letters are enclosed
2	Asset Cover	Not Applicable
3	Debt Equity ratio	Forms part of the Financials
4	Previous due date for the payment of interest/principal and whether the same has been paid or not	Annexure A
5	Next due date for the payment of interest/principal	Annexure B
6	Debt service coverage ratio	Not Applicable
7	Interest service coverage ratio	Not Applicable
8	Debenture Redemption Reserve	Being Privately placed debentures by NBFC, no DRR is required. MCA Circular No.4/2013 is enclosed
9	Net worth	Forms part of the Financials
10	Net profit after tax	Forms part of the Financials
11	Earnings per share	Forms part of the Financials
12	Compliance Certificate 7(3)	Compliance Certificate is enclosed
13	Half yearly results	Audited Financials enclosed
14	Auditor's report	Audit Report is enclosed

Thanking you,

Yours faithfully,

**For Five-Star Business Finance Limited**

  
**Shalini B**  
 Company Secretary

**Five-Star Business Finance Limited**

Registered Office : New No. 27, Old No. 4, Taylor's Road, Kilpauk, Chennai - 600 010.  
 Phone : 044 - 4610 6200, e-mail : info@fivestargroup.in, Website : www.fivestargroup.in  
 CIN : U65991TN1984PLC010844

**Annexure A****Details of previous due dates for payment of Interest/Principal for Non-Convertible Debentures**

<i>S.No</i>	<i>Name</i>	<i>Type (Interest / Principal)</i>	<i>Issue size (Rs. in cr)</i>	<i>Interest / Principal due date</i>	<i>Paid/ Unpaid</i>
1	INE128S07317	Interest	5	29-03-2021	Paid
2	INE128S07325	Interest	65	29-03-2021	Paid
3	INE128S07333	Interest	65	29-03-2021	Paid
4	INE128S07341	Interest	65	29-03-2021	Paid
5	INE128S07358	Interest & Principal	55	29-04-2021	Paid
6	INE128S07374	Interest & Principal	180	29-04-2021	Paid
7	INE128S07390	Interest & Principal	180	24-05-2021	Paid
8	INE128S07408	Interest	185	30-03-2021	Paid
9	INE128S07366	Interest	30	30-04-2021	Paid
10	INE128S07416	Interest	125	01-03-2021	Paid
11	INE128S07424	Interest	15	31-03-2021	Paid
12	INE128S07440	Interest	25	12-03-2021	Paid
13	INE128S07457	Interest	115	22-04-2021	Paid
14	INE128S07507	Interest	70	30-03-2021	Paid

**Annexure B****Details of next due dates for payment of interest/Principal for Non-Convertible Debentures**

<i>S.No</i>	<i>Name</i>	<i>Type (Interest / Principal)</i>	<i>Issue size (Rs. in cr)</i>	<i>Interest / Principal due date</i>
1	INE128S07317	Interest	5	28-06-2021
2	INE128S07325	Interest	65	28-06-2021
3	INE128S07333	Interest	65	28-06-2021
4	INE128S07341	Interest	65	28-06-2021
5	INE128S07366	Interest	30	31-05-2021
6	INE128S07408	Interest & Principal	185	18-06-2021
7	INE128S07416	Interest	125	28-08-2021
8	INE128S07424	Interest	15	30-06-2021
9	INE128S07432	Interest	15	28-05-2021
10	INE128S07440	Interest	25	12-06-2021
11	INE128S07457	Interest	115	21-07-2021
12	INE128S07465	Interest	50	03-07-2021
13	INE128S07473	Interest	100	31-07-2021
14	INE128S07481	Interest	50	20-08-2021
15	INE128S07499	Interest & Principal	25	22-02-2023
16	INE128S07507	Interest	70	30-09-2021
17	INE128S07515	Interest	25	19-11-2021
18	INE128S07523	Interest & Principal	20	15-06-2023
19	INE128S07531	Interest & Principal	20	15-03-2022
20	INE128S07549	Interest & Principal	75	16-12-2027
21	INE128S07556	Interest & Principal	50	17-12-2027
22	INE128S07564	Interest & Principal	150	30-04-2023