

Date: 12.08.2022

To,  
BSE Limited  
P.J Tower, Dalal Street,  
Mumbai – 400 001  
Scrip Code: 540181

Sir,

Sub: Outcome of the Board Meeting held on August 12, 2022 of Salem Erode Investments Limited (“the Company”)

In continuation of letter dated August 05, 2022 relating to intimation of convening Board Meeting and pursuant to regulation 30 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (hereinafter referred to as “Listing Regulations”), the Company is pleased to submit outcome of the said meeting. In this connection please note that the said Board Meeting was convened successfully today on Friday, August 12, 2022 at the corporate office of the Company at V.K.K Building, Main Road, Irinjalakuda, Thrissur, Kerala – 680121. In this regard also note that the Company in its meeting considered and approved the following businesses:

**1. Approval of un-audited standalone financial results for the quarter ended June 30, 2022**

The Board considered and approved the un-audited standalone financial results for the quarter ended June 30, 2022. A copy of the same along with Limited Review Report is annexed herewith and marked as Annexure I.

**2. To issue Unlisted Secured Redeemable Non-Convertible Debentures on private placement basis.**

The Board considered and approved offer and issue of 5,850 (Five Thousand Eight Hundred Fifty) Unlisted Secured Redeemable Non-Convertible Debentures of face value of Rs.1000/- (Rupees One Thousand Only) each for



+91 0480 2828071



salemerodeinvestmentsltd@gmail.com  
cs@salemerode.com





cash at par, aggregating to Rs. 58,50,000/- (Rupees Fifty-Eight Lakhs and Fifty Thousand Only) on private placement basis in one or more tranches. Disclosures with respect to issuance of securities as required under circular no. CIR/CFD/CMD/4/2015 dated September 09, 2015 issued by the Securities and Exchange Board of India are as follows:

a.	Type of securities proposed to be issued	Unlisted Secured Redeemable Non-Convertible Debentures
b.	Type of issuance	Private Placement
c.	Total number of securities proposed to be issued or the total amount for which the securities will be issued	5,850 Unlisted Secured Redeemable Non-Convertible Debentures of Rs.1000/- each aggregating to Rs. 58,50,000/-
d.	Size of the issue	Rs. 58,50,000/-
e.	Whether proposed to be listed? If yes, name of the stock exchange(s);	Unlisted
f.	Tenure of the instrument - date of allotment and date of maturity	The Company is offering said Debentures in different tenures - 13 months, 24 months, 36 months and 68 months.  Allotment shall be completed within 30 days from date of receipt of application money.  Date of maturity falls on the basis of selection of tenure of schemes, ie. 13 months, 24 months, 36 months and 68 months.
g.	Coupon/interest offered, schedule of payment of coupon/interest and principal	Detailed as below



h.	Charge/security, if any, created over the assets	The proposed issue of Debentures is fully secured against loan receivables, advances, fixed assets and other unencumbered assets of the Company, for which charge will be created in favour of Vistra ITCL (India) Limited, Debenture Trustee
i.	Special right/ interest/ privileges attached to the instrument and changes thereof	All rights and privileges as provided under the Companies Act, 2013 and Listing Regulations are available to the Debentureholders. Other than the same, no other special rights or privileges or interest are provided.
j.	Delay in payment of interest/principal amount for a period of more than three months from the due date or default in payment of interest/principal	The Company shall pay to the Debenture holder(s) interest/principal on respective due dates. Upon the occurrence of any of the events of default, the security created shall be enforceable and the Debenture Trustee is empowered to exercise the power of sale of assets on which the charge is created.
k.	Details of any letter or comments regarding payment/non-payment of interest, principal on due dates, or any other matter concerning the security and /or the assets along with its comments thereon, if any	The Company will issue private placement offer in form PAS 4 covering details and financial summary of the Company. No matters adversely affecting the security and/or the assets of the Company occurred as on date.



1.	Details of redemption of Debentures, indicating the manner of redemption	The Company shall pay to the Debenture holder(s) through banking channels, the amount due to them on respective due dates. The redemption dates will fall on 13 <sup>th</sup> month, 24 <sup>th</sup> month, 36 <sup>th</sup> month and 68 <sup>th</sup> month from the date of allotment.
m.	Any cancellation or termination of proposal for issuance of securities, including reasons thereof.	The Company is proposed to issue Debentures to pre-identified persons, who have consented to subscribe before the approval of offer itself. Any non-acceptance of approved offers will be considered at the time of allotment by the Debenture & Bond Committee of the Company.

Coupon/interest offered, schedule of payment of coupon/interest and principal

**Monthly Schemes**

Particulars	Interest rate (General Category)	Interest rate (Senior Citizens)
13 months' Scheme	11.00 % p.a.	11.50 % p.a.
24 months' Scheme	11.50 % p.a.	12.00 % p.a.
36 months' Scheme	11.75 % p.a.	12.25 % p.a.

**Cumulative Schemes**

Particulars	Interest rate (General Category)	Interest rate (Senior Citizens)
13 months' Scheme	11.50 % p.a.	12.00 % p.a.
24 months' Scheme	12.00 % p.a.	12.50 % p.a.
36 months' Scheme	12.25 % p.a.	12.75 % p.a.



**Doubling Scheme (Cumulative)**

Particulars	Interest rate (General Category)	Interest rate (Senior Citizens)
68 months' Scheme	13.01 % p.a.	13.01 % p.a.

**3. Approval for reclassification of Promoter and Promoter Group to Public**

Pursuant to regulation 31 A (10) of the Listing Regulations, the Board approved the re-classification of status of Ms. Padma Kanoria ("Outgoing Individual Promoter"), Ms. Kusum Kanoria ("Outgoing Individual forming part of Promoter-Group") and Tara Investments Limited ("Outgoing Body-Corporate forming part of Promoter-Group") from "Promoter & Promoter Group Category" to "Public Category" of the Company on the basis of request letter cum undertakings from the said persons.

The meeting was commenced at 04:00 p.m. (IST) and concluded at 05.00 p.m. (IST).

This is for your information and records.

Thanking you,

Yours faithfully,

For **Salem Erode Investments Limited**



**Manisha N. Menon**  
**Company Secretary & Compliance Officer**  
(M. No. A33083)





Our Ref.

## MOHANDAS & ASSOCIATES

CHARTERED ACCOUNTANTS

IIIrd Floor, "Sree Residency"

Press Club Road, Thrissur - 1.

☎ : 0487 - 2333124, 2321290

Email : ma.auditors@gmail.com

### INDEPENDENT AUDITORS' REVIEW REPORT ON REVIEW OF INTERIM STANDALONE FINANCIAL RESULTS

TO

THE BOARD OF DIRECTORS OF SALEM ERODE INVESTMENTS LIMITED

1. We have reviewed the accompanying Statement of Unaudited Standalone Financial Results of **SALEM ERODE INVESTMENTS LIMITED** (the "Company"), for the quarter ended 30<sup>th</sup> June, 2022 (the "Statement"), being submitted by the Company 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 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 the 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 (ICAI). This standard requires that we plan and perform the review to obtain moderate assurance as to whether the standalone financial results are 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 don't express an audit opinion.
4. Based on our review conducted as stated in paragraph 3 above, nothing has come to our attention that causes us to believe that the accompanying Statement, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards 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.

For Mohandas & Associates

Chartered Accountants

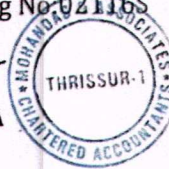
ICAI Firm Reg No. 021165

Mohandas A

[Partner]

Membership No: 036726

UDIN: 22036726A0X6GW8916



Place : Thrissur

Date : 12-08-2022



## SALEM ERODE INVESTMENTS LIMITED

CIN:L31200TN1931PLC145816

Reg. Office : Door No.61/A8 (38/A8), VJP Parijatham Apartments, 1st Avenue

Ashok Nagar, Chennai, Tamil Nadu, India, 600083

Corp Office : Second Floor V.K.K Building, Main Road, Irinjalakuda, Thrissur (Dist.), Kerala - 680121

Phone: 00 91 (0480) 2828071

EMAIL: salemrodeinvestmentsltd@gmail.com / cs@salemrode.com

Website : www.salemrode.com

## STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2022

(₹ in Lacs)

Sl. No.	Particulars	Quarter Ended			Year Ended
		30.06.2022	31.03.2022	30.06.2021	31.03.2022
		Unaudited	Refer Note.9	Unaudited	Audited
1	<b>Income</b>				
	a Revenue from Operations	85.69	68.96	71.30	277.87
	b Other Income	0.44	1.61	0.75	2.82
	<b>Total Income</b>	<b>86.12</b>	<b>70.57</b>	<b>72.06</b>	<b>280.69</b>
2	<b>Expenses:</b>				
	a Finance Costs	36.35	20.81	0.48	22.80
	b Impairment on financial instruments(net)	0.22	0.93	0.01	1.48
	c Employee benefits expense	23.98	22.65	7.85	56.65
	d Depreciation & amortisation expenses	9.01	9.99	5.56	30.64
	e Administrative and other expenses	27.61	22.35	15.18	59.69
	<b>Total Expenses</b>	<b>97.16</b>	<b>76.73</b>	<b>29.08</b>	<b>171.26</b>
3	<b>Profit before Exceptional Items and Tax (1-2)</b>	<b>(11.04)</b>	<b>(6.15)</b>	<b>42.97</b>	<b>109.44</b>
4	Exceptional Items	-	-	-	-
5	<b>Profit before tax (3-4)</b>	<b>(11.04)</b>	<b>(6.15)</b>	<b>42.97</b>	<b>109.44</b>
6	<b>Tax Expenses:</b>				
	a Current Tax	0.73	1.93	9.87	31.98
	b Deferred Tax	(4.04)	(3.17)	3.88	3.83
	c Earlier years adjustments	-	3.83	-	2.40
	<b>Total tax expenses</b>	<b>(3.31)</b>	<b>2.59</b>	<b>13.75</b>	<b>38.21</b>
7	<b>Profit after tax (5-6)</b>	<b>(7.74)</b>	<b>(8.74)</b>	<b>29.23</b>	<b>71.23</b>
	<b>Other Comprehensive Income (net of tax)</b>				
	A (i) Items that will not be reclassified to Statement of Profit & Loss				
	-Remeasurement Gains/ (Losses) on Defined Benefit Plan	0.62	0.09	0.26	0.14
	(ii) Income tax relating to items that will not be reclassified to Statement of Profit & Loss	(0.13)	(0.03)	(0.07)	(0.04)
	B (i) Items that will be reclassified to Statement of Profit & Loss				
	-Gains/ (Losses) on Equity Instruments through Other Comprehensive Income	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to Statement of Profit & Loss	-	-	-	-
8	<b>Total Other Comprehensive Income for the period (net of tax)</b>	<b>0.48</b>	<b>0.06</b>	<b>0.19</b>	<b>0.10</b>
9	<b>Total Comprehensive Income for the period (7+8)</b>	<b>(7.25)</b>	<b>(8.68)</b>	<b>29.42</b>	<b>71.33</b>
10	<b>Paid up Equity Share Capital (Face Value per share Rs.1/-)</b>	<b>114.66</b>	<b>114.66</b>	<b>114.66</b>	<b>114.66</b>
11	<b>Earnings Per equity share of Rs.1/- each (not annulised for the quarters)</b>				
	<b>Basic and Diluted (in Rs.)</b>	<b>(0.07)</b>	<b>(0.08)</b>	<b>0.25</b>	<b>0.62</b>

For and on behalf of the board of directors of  
Salem Erode Investments Limited

*K G Anilkumar*  
K G Anilkumar  
[Managing Director]  
(DIN:00766739)

Place of Signature : Irinjalakuda  
Date:12-08-2022



**SALEM ERODE INVESTMENTS LIMITED**

CIN:L31200TN1931PLC145816

Reg. Office : Door No.61/A8 (38/A8), VJP Parijatham Apartments, 1st Avenue

Ashok Nagar, Chennai, Tamil Nadu, India, 600083

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Phone: 00 91 (0480) 2828071

EMAIL: salemrodeinvestmentsltd@gmail.com / cs@salemrode.com

Website : www.salemrode.com

**STATEMENT OF ASSETS AND LIABILITIES**

( ₹ in Lacs)

	Particulars	As at 30-June-2022	As at 31-March-2022
		Unaudited	Audited
	<b>ASSETS</b>		
(1)	<b>Financial Assets</b>		
(a)	Cash and Cash Equivalents	538.82	428.82
(b)	Bank Balance other than above	-	-
(c)	Loans	2,933.33	2,882.38
(d)	Investments	74.62	85.25
(e)	Other Financial Assets	65.28	53.87
(2)	<b>Non-Financial Assets</b>		
(a)	Deferred Tax Assets (Net)	191.65	187.74
(b)	Property, Plant and Equipment	40.04	41.36
(c)	Right-of-Use Asset	41.15	46.92
(d)	Other Intangible Assets	3.79	3.95
(e)	Other Non-Financial Assets	171.48	172.05
	<b>TOTAL ASSETS</b>	<b>4,060.16</b>	<b>3,902.35</b>
	<b>LIABILITIES AND EQUITY</b>		
	<b>LIABILITIES</b>		
(1)	<b>Financial Liabilities</b>		
(a)	Payables		
	(I) Trade Payables		
	(i) Total outstanding dues of micro enterprises and small enterprises	-	-
	(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	13.13	8.01
b)	Debt Securities	1,253.15	1,096.65
c)	Borrowings (Other than Debt Securities)	-	-
d)	Lease Liability	39.19	43.91
e)	Other Financial Liabilities	28.46	16.89
(2)	<b>Non-Financial Liabilities</b>		
(a)	Provisions	132.98	135.61
(b)	Other Non-Financial Liabilities	1.22	1.99
(3)	<b>Equity</b>		
(a)	Equity Share Capital	114.66	114.66
(b)	Other Equity	2,477.38	2,484.63
	<b>TOTAL LIABILITIES AND EQUITY</b>	<b>4,060.16</b>	<b>3,902.35</b>

For and on behalf of the board of directors of  
Salem Erode Investments Limited

Place of Signature : Irinjalakuda  
Date:12-08-2022



  
**K G Anilkumar**  
 [Managing Director]  
 (DIN:00766739)



**SALEM ERODE INVESTMENTS LIMITED**

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**Notes:**

- 1) These Unaudited Standalone Financial results of Salem Erode Investments Limited ("Company") for the quarter ended 30th June, 2022 have been prepared in accordance with the recognition and measurement principles of Indian Accounting Standards (Ind-AS) as prescribed under section 133 of Companies Act 2013 (the "Act") read with Companies (Indian Accounting Standards) Rules 2015 as amended from time to time, thereafter, and other accounting principles generally accepted in India and in compliance with the Regulation 33 and 52 of SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- 2) The above results have been reviewed by the Audit Committee and approved by the Board of Directors at their meeting held on Friday, 12th August, 2022. A limited review of Unaudited Financial results for the quarter ended 30th June, 2022 has been carried out by the statutory auditors and have issued unqualified review conclusion thereon.
- 3) The business of the Company falls within a single primary segment viz., financing, and hence, the disclosure requirement of Ind AS 108 - 'Operating Segments' is not applicable.
- 4) The Covid-19 pandemic impacted economic activity during the last two years fiscal years. Currently, while the number of new Covid-19 cases have reduced significantly and the Government of India has withdrawn Covid-19 related restrictions, the future trajectory of the pandemic may have an impact on the results of the company.
- 5) The Code of Social Security, 2020 (the "code") has been enacted. The date of coming into force of the various provisions of the Code is to be notified and the rules thereunder are yet to be announced. The potential impact of the change will be estimated and accounted in the period of notification.
- 6) Disclosure as per the notification no. RBI/DOR/2021-22/86 DOR.STR.REC.51/21.04.048/2021-22 dated 24th September, 2021 under Reserve Bank of India (Transfer of Loan Exposures) Directions, 2021 relating to the total amount of loans not in default/ stressed loans transferred and acquired to/ from other entities
  - a) The company has not transferred through assignment in respect of loans not in default during the quarter ended 30th June, 2022.
  - b) The company has not transferred / acquired any stressed loans during the quarter ended 30th June, 2022
- 7) The Company has maintained requisite full asset cover by way of hypothecation of all loan receivables, advances, Property, Plant and equipment and other unencumbered assets of the Company on its Secured Unlisted Redeemable Non-Convertible Debentures as at 30th June, 2022.
- 8) The statements includes the results for the quarter ended 31st March, 2022 being the balance figure of the audited figures in respect of full financial year and published year to date figures up to the third quarter of respective financial year. The results which were subjected to "Limited Review".
- 9) Information as required by Regulation 52(4) of SEBI (Listing Obligations & Disclosure Requirement) regulation 2015 as amended, is attached in Annexure 1.
- 10) Figures pertaining to the previous period have been rearranged / regrouped, wherever considered necessary, to make them comparable with those of the current period.

**For and on behalf of the board of directors of  
Salem Erode Investments Limited**



  
**K G Anilkumar**  
**[Managing Director]**  
**(DIN:00766739)**

**Place of Signature : Irinjalakuda**

**Date:12-08-2022**



**ANNEXURE 1**

Disclosure in compliance with Regulation 52(4) of Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the quarter ended June 30,2022.

SI NO.	Particulars	Note No.	Quarter Ended
			30.06.2022
A	Debt-Equity Ratio	2	0.48
B	Debt-Service Coverage Ratio		NA
C	Interest Service Coverage Ratio		NA
D	Capital Redemption Reserve		NIL
E	Debenture Redemption Reserve		NIL
F	Net Worth(Rs. in Lacks)	3	2,385.34
G	Net Profit After Tax(Rs. in Lacks)		(7.74)
H	Earning Per Share		
i)	Basic (Rs)		(0.07)
ii)	Diluted (Rs)		(0.07)
I	Current Ratio		NA
J	Long term Debt to Working Capital		NA
K	Bad Debts to Account Receivable Ratio		NA
L	Current Liability Ratio		NA
M	Total Debts to Total Assets	4	30.86%
N	Debtors Turnover		NA
O	Inventory Turnover		NA
P	Operating Margin(%)		NA
Q	Net Profit Margin(%)	5	(8.98%)
R	Sector Specific Equivalent Ratios:		
i)	Stage 3 Loan Assets to Gross Loan Assets	6	0.43%
ii)	Net Stage 3 Loan Assets to Gross Loan Assets	7	0.39%
iii)	Capital Adequacy Ratio	8	18.26%
iv)	Provision Coverage Ratio	9	10%

Notes:

- 1 The figures/ ratios which are not applicable to the Company, being an NBFC, are marked as "NA".
- 2 Debt Equity Ratio=(Debt Securities+Borrowings(Other than debt securities)+Subordinated Liabilities)/(Equity Share Capital+Other Equity).
- 3 Net Worth is calculated as defined in Sec2(57) of the Companies Act, 2013.
- 4 Total Debts To Total Assets=(Debt Securities+Borrowings(Other than debt securities)+Subordinated Liabilities)/Total Assets.
- 5 Net Profit Margin(%)=Net Profit After Tax/Total Income.
- 6 Stage 3 Loan Assets to Gross Loan Assets=Stage 3 Loan Assets/Gross Loan Assets(Based on Principal amount of Loan Assets).
- 7 Net Stage 3 Loan Assets to Gross Loan Assets=(Stage 3 Loan Assets-Expected Credit Loss provision for Stage 3 Loan Assets)/Gross
- 8 Capital Adequacy Ratio has been computed as per RBI Guidelines.
- 9 Provision Coverage Ratio=Expected Credit Loss provision for Stage 3 Loan Assets/Stage 3 Loan Assets.

Thank you,

**For Salem Erode Investments Limited**

  
**K G Anilkumar**  
**(Managing Director)**  
**(DIN:00766739)**

