



*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 INVESTMENTSLIMITED**

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

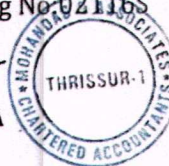
*[Signature]*

**Mohandas A**

[Partner]

Membership No: 036726

UDIN: 22036726 A0X G6W 8916



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**  
[Managing Director]  
(DIN:00766739)

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



## SALEM ERODE INVESTMENTS LIMITED

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## 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**

**CIN:L31200TN1931PLC145816**

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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)**

