

November 14, 2022

To,  
The Manager,  
BSE Limited  
Phiroze Jeejeebhoy Tower  
Dalal Street,  
Mumbai 400 001

**Sub: Submission of quarterly Un-audited Financial Results for the quarter and half year ended September 30, 2022 along with limited review report thereon, under Schedule III and Regulation 52 of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations") and change in Debenture Trust Deed.**

**Ref: Security Code No. 955968 (ISIN –INE712W08037) & 959019 (ISIN-INE712W08029)**

Pursuant to the Schedule III and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), we would like to inform you that the Board of Directors of Finquest Financial Solutions Private Limited ("the Company") at its meeting held on November 14, 2022 approved the Un-audited Financial Results of the Company for the quarter and half year ended September 30, 2022.

The company further declares that the audit report is submitted with unmodified opinion.

In terms of Listing Regulations, please find enclosed the following:

- Un-audited Financial Results for the quarter and half year ended September 30, 2022 along with the Limited Review Report issued by M/s Batliboi & Purohit, the Statutory Auditor;
- Additional Disclosures in accordance with Regulation 52(4) of SEBI (Listing Obligations and Disclosure Requirements), 2015;
- This is with reference 175 Cr- INE712W08037 (listed, unsecured, redeemable, non-convertible debentures ("NCD") issued by Finquest Financial Solutions Private Limited ("the Company") having face value of Rs. 1,00,00,000 (Rupees One Crore) as per the terms of the issuance. The Board of the Directors of the Company has consented to the amendment in Debenture Trust Deed and/or Transaction documents for modification of security and Call and Put options.

The above meeting of the Board of Directors was concluded at 7.15 p.m.

Kindly take the same on your records.

Thanking you,

Yours faithfully,

**For Finquest Financial Solutions Private Limited**

  
**Akash Pandey**  
Company Secretary



**Limited Review Report for unaudited standalone quarter and half yearly results pursuant to Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015**

Review report to the Board of Directors of

**Finquest Financial Solutions Pvt. Ltd.**

We have reviewed the accompanying statement of unaudited financial results of **Finquest Financial Solutions Private Ltd.** for the quarter and half year ended September 30, 2022. This statement is the responsibility of the Management and has been approved by the Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.

We conducted our review of the Statement in accordance with the Standard on Review Engagements (SRE) 2410 - "Review of Interim Financial Information Performed by the Independent Auditor of the Entity", issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements 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 do not express an audit opinion.

Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results prepared in accordance with applicable accounting standards and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, including the manner in which it is to be disclosed, or that it contains any material misstatement or that it has not been prepared in accordance with the relevant prudential norms issued by the Reserve Bank of India in respect of income recognition, asset classification, provisioning and other related matters.

**Emphasis of Matter**

1. We refer analytical ratio section in the notes to the financial results wherein company has disclosed negative CRAR of (4.06)% and net owned funds of negative Rs (1,637.94) Lakhs. The said CRAR and NOF are below the required limits in accordance with the RBI regulations.
2. We refer note no. 5 of the Standalone financial results wherein company has disclosed that in accordance with SEBI Operational Circular No. SEBI/HO/DDHS/DDHS\_Div1/P/CIR/2022/000000103 dated July 29, 2022 they are not required to present corresponding quarterly financial results upto quarter ended June 30, 2021. Accordingly results for quarter ended September 30, 2021 have not been presented.
3. We refer note no. 6 of the Standalone financial results wherein company has disclosed restatement of corresponding quarter of the previous year ended September 30, 2021 which was reviewed by preceding auditor.



**BRANCHES :**

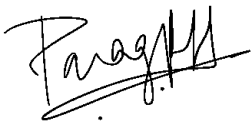
4. We refer note no. 7 of the Standalone financial results wherein company has disclosed that in accordance with SEBI Operational Circular No. SEBI/HO/DDHS/DDHS\_Div1/P/CIR/2022/0000000103 dated July 29, 2022 they are not required to prepare consolidated financial results on quarterly basis.
5. We refer note no. 8 of the standalone financial results for not providing provision as per ECL in accordance with Ind as 109 and making provisions as per RBI norms. There is no material difference in both the provisions.

Our opinion is not modified in respect of above matters.

**Other matters**

Figures for the half year ended Sep 2021 were reviewed by the preceding auditor who had expressed unmodified opinion on the same.

**For Batliboi & Purohit**  
**Chartered Accountants**  
**FRN: 101048W**



**Parag Hangekar**  
**Partner**  
**M.No. 110096**  
**UDIN: 22110096BDCNAN2350**



Date: November 14, 2022  
Place: Mumbai

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER AND SIX MONTH ENDED 30TH SEPTEMBER 2022

Particulars	Quarter Ended		Six Months Ended		Year Ended
	30th September, 2022 (Unaudited)	30th June, 2022 (Unaudited)	30th September, 2022 (Unaudited)	30th September, 2021 (Unaudited) (Restated)	31st March, 2022 (Audited)
<b>Revenue from operations</b>					
Interest income	5,31,92,239	5,37,82,724	10,69,74,963	7,98,60,714	14,81,75,341
Dividend Income	22,90,389	22,32,437	45,22,826	-	62,74,311
Net gain on fair value changes	23,69,48,025	-	1,00,29,375	28,18,44,541	-
Other operating income	(1,98,67,216)	2,12,66,638	13,99,422	40,20,73,320	1,80,90,04,093
<b>Total Revenue from operations</b>	<b>27,25,63,436</b>	<b>7,72,81,799</b>	<b>12,29,26,586</b>	<b>76,37,78,575</b>	<b>1,96,34,53,744</b>
Other income	-	-	-	79,95,99,656	-
<b>Total Income (I+II)</b>	<b>27,25,63,436</b>	<b>7,72,81,799</b>	<b>12,29,26,586</b>	<b>1,56,33,78,231</b>	<b>1,96,34,53,744</b>
<b>Expenses</b>					
Finance cost	6,98,94,893	6,94,94,739	13,93,89,631	14,34,96,093	66,49,20,764
Impairment on financial instruments	1,08,29,453	4,04,09,079	5,12,38,532	3,31,64,424	16,67,24,943
Net Loss on Fair Value Changes	-	22,69,18,650	-	-	15,30,410
Employee benefit expenses	11,02,467	12,08,380	23,10,847	30,99,142	70,32,697
Depreciation, amortisation and impairment	16,40,421	12,30,366	28,70,787	4,44,203	43,04,417
Other expenses	38,66,102	1,11,49,426	1,50,15,528	3,31,87,690	57,38,63,077
<b>Total expenses</b>	<b>8,73,33,356</b>	<b>35,04,10,640</b>	<b>21,08,25,326</b>	<b>21,33,91,552</b>	<b>1,41,83,76,308</b>
Profit/(loss) before exceptional items and tax	18,52,30,101	(27,31,28,840)	(8,78,98,740)	1,34,99,86,679	54,50,77,436
Profit before tax	18,52,30,101	(27,31,28,840)	(8,78,98,740)	1,34,99,86,679	54,50,77,436
<b>Tax expense:</b>					
1. Current tax	-	-	-	-	18,00,52,320
2. Deferred tax	4,85,87,413	-	4,85,87,413	-	5,20,69,144
<b>Total tax expense</b>	<b>4,85,87,413</b>	<b>-</b>	<b>4,85,87,413</b>	<b>-</b>	<b>23,21,21,464</b>
Profit/(loss) for the period from continuing operations (VII-VIII)	13,66,42,688	(27,31,28,840)	(13,64,86,153)	1,34,99,86,679	31,29,55,972
Profit/(loss) for the period from discontinued operations	-	-	-	-	-
Tax expense of discontinued operations	-	-	-	-	-
Profit/(loss) for the period from discontinued operations (After tax) (X-XI)	-	-	-	-	-
<b>Profit for the period (V-VI)</b>	<b>13,66,42,688</b>	<b>(27,31,28,840)</b>	<b>(13,64,86,153)</b>	<b>1,34,99,86,679</b>	<b>31,29,55,972</b>
<b>Other Comprehensive Income</b>					
<b>Items that will not be reclassified to profit or loss</b>					
Remeasurements gain/ (losses) of the defined benefit plans	53,550	53,550	1,07,101	-	2,14,201
Income tax relating to items that will not be reclassified to profit or loss	(13,479)	(13,479)	(26,957)	-	(53,914)
<b>Other Comprehensive Income</b>	<b>40,072</b>	<b>40,072</b>	<b>80,143</b>	<b>-</b>	<b>1,60,287</b>
<b>Total Comprehensive Income for the period (VII+VIII)</b>	<b>13,66,82,759</b>	<b>(27,30,88,769)</b>	<b>(13,64,06,009)</b>	<b>1,34,99,86,679</b>	<b>31,31,16,259</b>
<b>Earnings for equity share*</b>					
Basic	4.28	(8.56)	(4.28)	42.32	9.81
Diluted	4.28	(8.56)	(4.28)	42.32	9.81

\*Earnings per share is not annualized for the interim period

\*Previous year figures are regrouped/ reclassified wherever necessary

For and on behalf of Board of Directors

For Finquest Financial Solutions Private Limited

Hardik B. Patel  
MD & CEO  
DIN: 00590663



**FINQUEST FINANCIAL SOLUTIONS PVT. LTD.**  
**STANDALONE BALANCE SHEET**

Particulars	30th September 2022 (Unaudited)	31st March 2022 (Audited)
<b>I ASSETS</b>		
<b>1 Financial assets</b>		
(a) Cash and cash equivalents	3,45,29,095	66,49,87,032
(b) Bank Balance other than (a) above	35,65,19,630	17,17,88,313
(c) Receivables		
(I) Trade Receivables	74,97,570	60,92,398
(d) Loans	4,06,36,95,406	3,18,56,13,800
(e) Investments	2,04,08,84,050	2,43,75,62,767
(f) Other financial assets	5,15,97,914	5,16,30,000
<b>2 Non-financial assets</b>		
(a) Current tax assets (net)	-	-
(b) Deferred tax assets (net)	-	-
(c) Investment property	5,06,60,031	5,25,72,033
(d) Property, plant and equipment	16,75,039	20,06,907
(e) Right to Use Assets	17,07,042	-
(f) Other non-financial assets	18,61,85,500	18,61,86,900
<b>Total Assests</b>	<b>6,79,49,51,277</b>	<b>6,75,84,40,150</b>
<b>II Liabilities and Equity</b>		
<b>Liabilities</b>		
<b>A Financial liabilities</b>		
(a) Payables		
(I) Trade Payables	4,52,31,123	6,34,23,425
(i) Total outstanding dues of micro enterprises and small enterprises	-	-
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	4,52,31,123	6,34,23,425
(II) Other Payables	2,38,31,121	2,48,23,982
(i) Total outstanding dues of micro enterprises and small enterprises	-	-
(ii) Total outstanding dues of creditors other than micro enterprises and small enterprises	2,38,31,121	2,48,23,982
(b) Debt securities	3,52,49,01,619	3,38,59,16,765
(c) Borrowings (other than debt securities)	6,17,99,881	3,68,28,449
(d) Lease Liabilities	22,53,469	-
<b>B Non-financial liabilities</b>		
(a) Current tax liabilities (Net)	17,43,087	7,53,82,963
(b) Provisions	58,97,20,377	53,85,32,175
(c) Deferred tax liabilities (Net)	6,70,60,580	1,84,46,210
(d) Other non-financial liabilities	12,800	-
<b>C Equity</b>		
(b) Equity share capital	31,90,00,000	31,90,00,000
(a) Other equity	2,15,93,97,221	2,29,60,86,182
<b>Total Liabilities and Equity</b>	<b>6,79,49,51,277</b>	<b>6,75,84,40,150</b>

*\*Previous year figures are regrouped/ reclassified wherever necessary*

For and on behalf of Board of Directors  
For Finquest Financial Solutions Private Limited

*Hardik B. Patel*

Hardik B. Patel  
MD & CEO  
DIN: 00590663



**FINQUEST FINANCIAL SOLUTIONS PVT. LTD.**  
**CASH FLOW STATEMENT FOR THE SIX MONTHS ENDED 30TH SEPTEMBER 2022**

Particulars	30th September 2022 (Unaudited)	31st March 2022 (Audited)
<b>A. Cash flow from operating activities</b>		
Net Profit before taxation	(8,78,98,740)	51,50,77,436
Adjustments for:		
Depreciation / amortisation	28,70,787	43,04,417
Lease Equalisation Account		
Impairment of Financial Instruments	5,12,38,532	16,67,24,943
(Profit) / Loss on write off of Fixed Assets (net)	-	-
Fair value (Gain)/Loss	(1,00,29,375)	15,30,410
Other Comprehensive Loss	1,07,101	2,14,201
Profit on sale of Investments	(13,99,422)	(55,13,47,346)
Interest on borrowings, NCDs and commercial papers	13,93,89,631	66,49,20,764
Changes in Reserves & Surplus	(2,82,951)	-
<b>Operating profit before working capital changes</b>	<b>9,39,95,563</b>	<b>83,14,24,826</b>
<b>Changes in working capital :</b>		
Increase / (decrease) in Trade Payables	(1,81,92,302)	(20,63,40,690)
Increase / (decrease) in Other Payables	(9,92,861)	2,48,23,982
Increase / (decrease) in Other Financial Liabilities		
Increase / (decrease) in Other Non-Financial Liabilities	12,800	
Increase / (decrease) in Provisions	(50,331)	(81,634)
Increase / (decrease) in Current Liabilities	(7,36,39,876)	
(Increase) / decrease in Loans	(87,80,81,606)	(29,17,79,959)
(Increase) / decrease in Trade Receivables	(14,05,172)	(60,92,398)
(Increase) / decrease in Other Financial Assets	32,086	4,90,00,000
(Increase) / decrease in Other Non-Financial Assets	1,400	9,16,372
(Increase) / decrease in Current Assets		93,53,306
<b>Cash used in Operations</b>	<b>(87,83,20,298)</b>	<b>41,12,23,805</b>
Taxes paid (including tax deducted at source) (Net of refund received)		-
<b>Net Cash (used in) operating activities</b>	<b>(87,83,20,298)</b>	<b>41,12,23,805</b>
<b>B. Cash flow from Investing Activities</b>		
Net Purchase/sale of tangible/intangible assets	-	(58,57,188)
Net Increase/ Decrease in Right to Use Assets	(23,33,959)	
Net Purchase/Sales of Investment	-40,81,07,514	1,87,73,61,115
(Increase) / decrease in Investments		
<b>Net cash (used in)/ generated from investing activities</b>	<b>40,57,73,555</b>	<b>1,87,35,03,927</b>
<b>C. Cash flow from Financing Activities</b>		
Borrowings during the year - Other than debt Securities	2,49,71,432	-
Repayment of borrowings during the year - Other than debt securities	-	(1,21,52,86,163)
Interest Paid	(4,04,777)	(40,80,73,815)
Addition to lease liabilities	22,53,468	-
<b>Net cash flow from financing activity</b>	<b>2,68,20,123</b>	<b>(1,62,33,59,978)</b>
<b>Net Increases/(Decrease) in Cash and cash equivalents (A)+(B)+(C)</b>	<b>(44,57,26,621)</b>	<b>66,13,67,754</b>
<b>Cash and cash equivalents, beginning of the year</b>	<b>83,67,75,345</b>	<b>17,54,07,591</b>
<b>Cash and cash equivalents, end of the year</b>	<b>39,10,48,724</b>	<b>83,67,75,345</b>
<b>Notes to the statement of cash flow :</b>		
Cash and cash equivalents comprise of:		
Cash on hand	62,543	32,323
Balances with banks		
In current accounts	3,44,66,552	66,49,54,709
Restricted Cash	35,65,19,630	17,17,88,313
<b>TOTAL</b>	<b>39,10,48,725</b>	<b>83,67,75,345</b>

*\*Previous year figures are regrouped / reclassified wherever necessary.*

For and on behalf of Board of Directors  
For Finquest Financial Solutions Pvt. Limited



Hardik B. Patel  
MD & CEO  
DIN: 00590663



Compliance related to disclosure of certain ratios and other financial information as required under Regulation 52 (4) of the Listing Regulations

Analytical Ratios and other disclosures based on Standalone financial results:

(Amount in INR unless stated otherwise)

Particulars	Six Month Ended	Year Ended
	30th September, 2022 (Unaudited)	31st March, 2022 (Audited)
a) Debt equity ratio (no. of times) (refer note i)	1.45	1.31
b) Debt service coverage ratio	N/A	N/A
c) Interest service coverage ratio	N/A	N/A
d) Outstanding redeemable preference shares (quantity and value)	-	-
e) Capital redemption reserve	-	-
f) Debenture redemption reserve	-	-
g) Net worth (refer note ii)	2,47,83,97,221	2,61,50,86,182
h) Net profit (loss) after tax	(13,64,86,153)	31,29,55,972
i) Earnings per share (face value of Rs.10/- each) (not annualized for the interim period)		
-Basic	(4.28)	9.81
-Diluted	(4.28)	9.81
j) Current ratio	12.21	13.86
k) Long term debt to working capital (refer note iii)	2.32	1.46
l) Bad Debts to Accounts Receivables Ratio	-	0.16
m) Current Liability Ratio (refer note iv)	0.02	0.03
n) Total Debts to Total Assets (refer note v)	0.53	0.51
o) Debtors Turnover Ratio	N/A	N/A
p) Inventory Turnover Ratio	N/A	N/A
q) Operating Margin (%) (refer note vi)	-71.51%	27.76%
r) Net Profit Margin (%) (refer note vii)	-111.03%	15.94%
<b>Sector specific ratio</b>		
a) Capital adequacy Ratio (Tier I)	-4.06%	22.87%
b) Gross Non Performing Assets% ("GNPA") (refer note viii)	18.00%	22.66%
c) Net Non Performing Assets% ("NNPA") (refer note ix)	4.47%	7.30%
d) Provision Coverage Ratio% ("PCR") (refer note x)	78.71%	73.14%

Notes:

- Debt equity ratio: (Debts + Borrowings other than debts) / (Equity+Other equity)
- Net Worth: Equity + Other Equity
- Long term debt to working capital: Short Term Debt + Long term debt/ Working Capital
- Current Liability Ratio: Current Liability/ Total Liabilities
- Total Debts to Total Assets: (Debts + Borrowings)/ Total Assets
- Operating Margin: Profit before tax/ Total Revenue from operations
- Net Profit Margin: Profit after tax/ Total Revenue from operations
- Gross Non-performing Assets: Gross Stage III loans/ Gross loans
- Net Non-performing Assets: (Gross Stage III loans - impairment allowance on stage III loans)/ (Gross loans - impairment loss allowance on stage III loans)
- Provision Coverage Ratio% ("PCR"): Impairment loss allowance on stage III loans/ Gross stage III loans

For and on behalf of Board of Directors  
For Finquest Financial Solutions Private Limited



Hardik B. Patel  
MD & CEO  
DIN: 00590663



**Notes:**

- 1) The above financial results of the Company have been prepared in accordance with Indian Accounting Standards ('Ind AS'), prescribed under Section 133 of the Companies Act, 2013 ("the Act"), directions/ guidelines issued by the Reserve Bank of India ('RBI') and other recognized accounting practices generally accepted in India. The above financial results are in compliance with Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- 2) The above financial results have been reviewed by the Audit committee and approved by the Board of Directors of the Company at its meeting held on 14/11/2022. The auditors have expressed unmodified opinion on the said results.
- 3) The Company is engaged primarily in the business of financing and accordingly there is no separate reportable segment as per Ind AS 108 dealing with 'Operating Segments'.
- 4) Details of Non convertible securities are as follows:

Particulars	Debentures Issued at (in Lakhs)	Redemption Value (In Lakhs)	Redemption Date
Non-Convertible Debentures.	17500.00	31500.00	24/03/2027
Non-Convertible Debentures.	10000.00	23000.00	28/09/2029

- 5) As per SEBI Operational Circular No.SEBI/HO/DDHS/DDHS\_Div1/P/CIR/2022/0000000103 dated July 29, 2022 figures for the corresponding quarter of the previous year ended i.e. September 2021 are not presented as the company was not required to submit quarterly results upto June 2021. Hence figures for the September 2021 quarter have not been arrived.
- 6) Figures for the half year ended September 2021 are based on the published figures for half year ended September 2021 and are restated to give impact of errors which had occurred in financial year 2020-2021.
- 7) As per SEBI Operational Circular No.SEBI/HO/DDHS/DDHS\_Div1/P/CIR/2022/0000000103 dated July 29, 2022, consolidated financial results are required to be submitted on annual basis. Accordingly, only the standalone financial results are disclosed during the current quarter and half year ended September 30, 2022.
- 8) Expected credit loss in accordance with Ind AS 109 on the financials assets are not calculated as on 30.09.2022 and provisioning on the financial assets i.e. loans is done based on RBI regulations i.e. Income recognition and asset classification norms. There is no material difference between provisioning as per ECL and IRAC norms.

