

August 11, 2023

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

Re: Scrip Code of Debt: 955968 Security ID: FFSP24MAR17, ISIN: INE712W08037
Scrip Code of Debt: 959019 Security ID: OFFSPL29, ISIN: INE712W08029

Sub: Submission of quarterly Un-audited Financial Results for the quarter ended June 30, 2023 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 ('LODR Regulations')

Pursuant to the Schedule III and Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ('LODR 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 August 11, 2023 approved the Un-audited Financial Results of the Company for the quarter ended June 30, 2023.

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

- Un-audited financial results for the quarter ended June 30, 2023 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 ('LODR Regulations').

Please note that the said Board Meeting commenced at 04:30 p.m. and concluded at 08:15 p.m.

Kindly take the same on your records.

Thanking you,

Yours faithfully,

For Finquest Financial Solutions Private Limited

HARDIK
BHARAT
PATEL

Digitally signed
by HARDIK
BHARAT PATEL
Date: 2023.08.11
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Hardik B. Patel
Managing Director & CEO
DIN: 00590663



Independent Auditors' Limited Review Report for unaudited standalone quarterly results pursuant to Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.

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 Pvt. Ltd.** for the period ended June 30, 2023 ("the Statement") being submitted by the Company pursuant to the requirement of Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended. 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 this Statement 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 the Company's 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.

This Statement which is the responsibility of the Company's Management and approved by the Board of Directors in its meeting held on August 11, 2023, has been prepared in accordance with the recognition and measurement principles laid down in Ind AS 34 "Interim Financial Reporting" prescribed under section 133 of the Companies Act, 2013 ("the Act") and other accounting principles generally accepted in India. Our responsibility is to express a conclusion on the Statement based on our review.

Basis for Qualified Conclusion:

We refer Note No. 6 regarding the investments made by the Company in the previous financial year in the Security Receipts of a Trust formed by Asset Reconstruction Company (India) Limited ("ARCIL"), which exceeds the regulatory limit of 15% of the Company's owned funds as specified in Non- Banking Financial Company – Systematically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016.



BRANCHES :

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DELHI : 505, Nirmal Tower, 26, Barakhamba Road, New Delhi -110 001. • Tel. : +91-11-4019 0200

Qualified Conclusion:

Based on our review conducted as above, with the exception of the matter described in the Basis for Qualified Conclusion paragraph, 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 as notified under the Companies (Indian Accounting Standards) Rules, 2015 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 as modified by SEBI Circular No. CIR/CFD/FAC/62/2016 dated July 5, 2016, including the manner in which it is to be disclosed, or that it contains any material misstatement.

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

**RAMAN
DEVARAM
HANGEKAR**

Digitally signed by RAMAN DEVARAM HANGEKAR,
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email=RDH@BATLIBOI.PUROHIT.COM, cn=RAMAN
DEVARAM HANGEKAR
Date: 2023.08.11 20:01:21 +05'30'

**CA Raman Hangekar
Partner
M. No. 030615**



**UDIN: 23030615BGVYPM8732
Date: 11th August, 2023**

STATEMENT OF UNAUDITED STANDALONE FINANCIAL RESULTS FOR THE QUARTER ENDED 30TH JUNE, 2023

Amt (in Rs.)

Particulars	Quarter Ended			Year Ended
	30th June, 2023	31st March, 2023	30th June, 2022	31st March, 2023
	Unaudited	Audited	Unaudited	Audited
Revenue from operations				
Interest income	5,64,82,255	8,64,36,442	5,37,82,724	31,45,13,378
Dividend Income	1,00,000	35,691	22,32,437	79,37,207
Net gain on fair value changes	24,81,10,379	-	-	-
Other operating income	7,55,74,462	(1,31,29,583)	2,12,66,638	-
Total Revenue from operations	38,02,67,095	7,33,42,550	7,72,81,799	32,24,50,585
Other income	210	23,63,471	-	23,63,471
Total Income	38,02,67,305	7,57,06,021	7,72,81,799	32,48,14,056
Expenses				
Finance cost	4,91,80,046	7,07,99,866	6,94,94,739	27,97,37,600
Impairment on financial instruments	(20,16,41,055)	5,20,20,183	4,04,09,079	22,69,36,858
Net Loss on Fair Value Changes	-	22,02,31,430	22,69,18,650	28,68,97,338
Employee benefit expenses	18,66,509	21,28,105	12,08,380	73,86,233
Depreciation, amortisation and impairment	14,38,810	18,55,026	12,30,366	61,61,208
Other expenses	1,54,67,225	82,79,545	1,11,49,426	3,06,00,920
Total expenses	(13,36,88,465)	35,53,14,155	35,04,10,640	83,77,20,157
Profit/(loss) before exceptional items and tax	51,39,55,770	(27,96,08,134)	(27,31,28,840)	(51,29,06,101)
Profit before tax	51,39,55,770	(27,96,08,134)	(27,31,28,840)	(51,29,06,101)
Tax expense:				
1. Current tax	1,07,41,450	-	-	-
2. Deferred tax	15,37,23,944	(3,77,78,044)	-	1,63,76,660
Total tax expense	16,44,65,394	(3,77,78,044)	-	1,63,76,660
Profit/(loss) for the period from continuing operations (VII-VIII)	34,94,90,375	(24,18,30,090)	(27,31,28,840)	(52,92,82,761)
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)	-	-	-	-
Profit for the period (V-VI)	34,94,90,375	(24,18,30,090)	(27,31,28,840)	(52,92,82,761)
Other Comprehensive Income				
Items that will not be reclassified to profit or loss				
Remeasurements gain/ (losses) of the defined benefit plans	(5,480)	(1,82,569)	53,550	(21,918)
Income tax relating to items that will not be reclassified to profit or loss	1,379	34,919	(13,479)	(5,517)
Other Comprehensive Income	(4,101)	(1,47,650)	40,072	(27,435)
Total Comprehensive Income for the period (VII+VIII)	34,94,86,275	(24,19,77,740)	(27,30,88,769)	(52,93,10,196)
Earnings for equity share*				
Basic	10.96	(7.58)	(8.56)	(16.59)
Diluted	10.96	(7.58)	(8.56)	(16.59)

*Earning 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

Hardik B. Patel
MD & CEO
DIN: 00590663
DATE : 11th August 2023



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:

	Particulars	Quarter Ended			Year Ended
		30th June, 2023 (Unaudited)	31st March, 2023 (Audited)	30th June, 2022 (Unaudited)	31st March, 2023 (Audited)
a)	Debt equity ratio (no. of times) (refer note i)	1.24	1.05	1.55	1.05
b)	Debt service coverage ratio	N/A	N/A	N/A	N/A
c)	Interest service coverage ratio	N/A	N/A	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)	2,43,49,79,308	2,08,54,93,034	2,34,19,97,413	2,08,54,93,034
h)	Net profit/(loss) after tax	34,94,90,375	(24,18,30,090)	(27,31,28,840)	(52,92,82,761)
i)	Earnings per share (face value of Rs. 10/- each) (not annualized for the interim period)				
	-Basic	10.96	(7.58)	9.81	(16.59)
	-Diluted	10.96	(7.58)	9.81	(16.59)
j)	Current ratio	7.85	26.44	13.86	26.44
k)	Long term debt to working capital (refer note iii)	1.86	1.02	1.46	1.02
l)	Bad Debts to Accounts Receivables Ratio	-	-	0.16	-
m)	Current Liability Ratio (refer note iv)	0.04	0.02	0.03	0.02
n)	Total Debts to Total Assets (refer note v)	0.48	0.43	0.51	0.43
o)	Debtors Turnover Ratio	N/A	N/A	N/A	N/A
p)	Inventory Turnover Ratio	N/A	N/A	N/A	N/A
q)	Operating Margin (%) (refer note vi)	135.16%	-381.24%	27.76%	-159.07%
r)	Net Profit Margin (%) (refer note vii)	91.91%	-329.73%	15.94%	-164.14%
	Sector specific ratio				
a)	Capital adequacy Ratio (Tier I)	15.91%	20.75%	22.87%	20.75%
b)	Gross Non Performing Assets% ("GNPA") (refer note viii)	24.62%	35.17%	22.66%	35.17%
c)	Net Non Performing Assets% ("NNPA") (refer note ix)	2.79%	4.43%	7.30%	4.43%
d)	Provision Coverage Ratio% ("PCR") (refer note x)	91.21%	91.46%	73.14%	91.46%

Notes:

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

Hardik B. Patel

MD & CEO

DIN: 00590663

Date: 11th August 2023



Notes:

- 1) The above Standalone 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 Standalone financial results are in compliance with Regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended.
- 2) The above Standalone financial results have been reviewed by the Audit committee and approved by the Board of Directors of the Company at their respective meeting held on 11/08/2023. The auditors have expressed modified 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 issued by the company are as follows:

Particular	Debenture Issued at (in Lakhs)	Redemption Value (In Lakhs)	Redemption Date
Non-Convertible Debentures.	6400.00	11520.00	24/03/2027
Non-Convertible Debentures.	10000.00	23000.00	28/09/2029

- 5) In terms of the requirement as per RBI notification no. RBI/2019-20/170 DOR (NBFC).CC.PD.No.109/22.10.106/2019-20 dated 13th 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 IRACP (including standard asset provisioning), as at 30th June, 2023 and accordingly, no amount is required to be transferred to impairment reserve.
- 6) The Company has invested in the Security Receipts of a Trust formed by Asset Reconstruction Company (India) Limited during the previous financial year, the value of which is exceeding 15% of its owned funds. Even though the Non-Banking Financial Company – Systematically Important Non-Deposit taking Company and Deposit taking Company (Reserve Bank) Directions, 2016 state that the Company cannot exceed this limit but the Management's view is that, based on the circular issued by RBI dated 22nd October 2021 applicable w.e.f. 01st October,2022 Company falls under the definition of Base Layer NBFC and the said exposure limits are not applicable to it.



- 7) The figures for the quarter ended March 31, 2023 are the balancing figures between audited figures in respect of the full financial year and the published year-to-date figures up to the end of third quarter of the previous financial year which were subjected to limited review.
- 8) Figures for the previous period/year have been regrouped wherever necessary to conform to the current period's presentation.

Hardik B. Patel

Hardik B. Patel

MD & CEO

DIN: 00590663

Date: 11th August 2023

