



F.R.N. 022743N

KAPISH JAIN & ASSOCIATES

CHARTERED ACCOUNTANTS

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Independent Auditor's Review Report on Standalone Unaudited Quarterly Financial Results and Standalone Unaudited Year to Date Results of the Company Pursuant to the Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended

Review Report to The Board of Directors Escorts Finance Limited

1. We have reviewed the accompanying Statement of Standalone Unaudited Financial Results ("Statement") of **Escorts Finance Limited** ("the Company") for the quarter ended 31 December 2022 and the Standalone Unaudited Year to Date Results for the period 1 April 2022 to 31 December 2022 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI ((Listing Obligations and Disclosure Requirements) Regulation, 2015 (the "Regulation") as amended, including relevant circulars issued by the SEBI from time to time.
2. This statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been compiled from the related interim standalone financial information which 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 an opinion on the Statement based on our review.
3. We conducted our review of the Statement in accordance with the Standard on Review Engagement (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 statements are free of material misstatements. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing specified under section 143(10) of the Act, and consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.
4. ***Notwithstanding the fact that the net worth of the company is fully eroded, in the opinion of the management, in view of the future business plans of the Company, the going concern concept is not vitiated.***



5. There is considerable delay/difficulty in collection of instalments due and recovery of advances, consequently, the Company has, as a matter of prudence, continued with the provisions created earlier amounting to Rs. 699.70 lacs for doubtful trade receivables and Rs. 253.82 lacs for doubtful advances, wherever applicable.
6. 95,00,000 - 1% Cumulative Redeemable Preference Shares (CRPS) have been allotted, by the Board of Directors of the Company at its meeting held on 3 November 2022, to Escorts Kubota Limited (formerly Escorts Limited), at par, for consideration other than cash i.e. in lieu of redemption of 95,00,000 - 10% CRPS in compliance of NCLT Order dated 13 May 2022.
7. The Company is no longer registered with Reserve Bank of India (RBI) as Non-Banking Financial Institution (NBFI) after cancellation of its earlier registration vide RBI letter no DNBS(NDI) S.3242/MSA/06.05.001/2015-16 dated 6th May 2016. Accordingly, the related provisions pertaining to NBFI are currently not applicable to the Company.
8. The Company by special resolutions passed at the Annual General Meeting held on 30 September 2022, changed the Object Clauses of the Memorandum of Association of the Company by deleting all the sub-clauses related to non-banking finance activities in accordance with directions of the Reserve Bank of India (RBI) issued vide its letter dated 12 May 2022. In terms of the said directions, the Company is also in process of changing its name.
9. Based on our review conducted as stated above, ***except the possible effects of the matter described in paragraph 4 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 Indian Accounting Standards 34 (Ind AS-34) specified under section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other recognized accounting practices and policies has not disclosed the information required to be disclosed in terms of the Regulation, read with Circular, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For **Kapish Jain & Associates**,
Chartered Accountants
Firm Registration No. 022743N


Kapish Jain
Partner

Membership No. 514162

UDIN 23514162BGWGI8275



Place: Faridabad
Date: 2 February 2023

ESCORTS FINANCE LIMITED

Regd. Office : Plot No.19, Industrial Area,Phase-2 Chandigarh-160002 CIN : L74110CH1987PLC033652
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**STATEMENT OF STANDALONE UNAUDITED FINANCIAL RESULTS
FOR THE QUARTER AND NINE MONTHS ENDED 31 DECEMBER 2022**

Rs. In Lakhs

Sl. No	Particulars	Quarter ended			Nine Months ended		Year ended
		31.12.2022	30.09.2022	31.12.2021	31.12.2022	31.12.2021	31.03.2022
		(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Unaudited)	(Audited)
1	Income						
	a) Revenue from operations	-	-	0.06	-	0.06	12.26
	b) Other income	4.59	4.50	0.08	14.03	15.23	17.69
	Total income	4.59	4.50	0.14	14.03	15.29	29.95
2	Expenses						
	a) Employee benefits expense	1.83	2.00	1.54	5.57	4.87	7.01
	b) Finance costs	1.54	-	-	1.54	-	-
	c) Depreciation and amortisation expense	0.02	0.01	-	0.03	-	-
	d) Other expenses	9.14	10.35	6.73	38.56	16.42	35.50
	Total expenses	12.53	12.36	8.27	45.70	21.29	42.51
3	Profit/(loss) before exceptional item & tax (1-2)	(7.94)	(7.86)	(8.13)	(31.67)	(6.00)	(12.56)
4	Exceptional Items	-	-	-	-	-	-
5	Profit/(loss) before tax (3-4)	(7.94)	(7.86)	(8.13)	(31.67)	(6.00)	(12.56)
6	Tax expense (*)	-	-	-	-	-	-
7	Net Profit/(Loss) after tax (5-6)	(7.94)	(7.86)	(8.13)	(31.67)	(6.00)	(12.56)
8	Other comprehensive income (OCI)						
	Items that will not be reclassified to profit and loss	-	-	-	-	-	0.08
	Income Tax relating to Items that will not be reclassified to profit and loss	-	-	-	-	-	-
9	Total comprehensive income for the period (7+8)	(7.94)	(7.86)	(8.13)	(31.67)	(6.00)	(12.48)
10	Paid-up Equity Share Capital (Face value of Rs.10/- each)	4,017.25	4,017.25	4,017.25	4,017.25	4,017.25	4,017.25
11	Other Equity (excluding revaluation reserve)	-	-	-	-	-	(21,876.88)
12	Earnings per share (of Rs.10/- each)	(0.0198)	(0.0196)	(0.0202)	(0.0788)	(0.0149)	(0.0313)

Notes:-

- The above Standalone Financial Results were reviewed by the Audit Committee and were thereafter approved by the Board of Directors at their meeting held on 02 February 2023.
- The above results are in compliance with Indian Accounting Standards ("Ind AS") notified by the Ministry of Corporate Affairs.
- The Company has a single reportable segment namely Consultancy/ Advisory Services for the purpose of Ind AS-108.
- Deferred Tax Assets has not been recognised in the books of account as there is no virtual certainty of future taxable income.
- The Company had accumulated losses as at the close of the nine months ended 31 December 2022 with its net worth continuing to stand fully eroded. The Company continues to focus on recovery of old delinquent loan assets through settlement/ compromise /legal action etc. arising out of it's earlier NBFC business. The management is also considering various options to undertake suitable business(es) and therefore the accounts have been prepared on a Going Concern Basis.
- 95,00,000 – 1% Cumulative Redeemable Preference Shares (CRPS) have been allotted, by the Board of Directors of the Company at its meeting held on November 03, 2022, to Escorts Kubota Limited (formerly Escorts Limited), at par, for consideration other than cash i.e. in lieu of redemption of 95,00,000 – 10% CRPS in compliance of NCLT Order dated May 13, 2022.
- The figures for the previous period have been regrouped / rearranged / reclassified wherever necessary.

For Kapish Jain & Associates,
Chartered Accountants
Firm Registration No.022743N

CA Kapish Jain
Partner
Membership No. 514162

Place: Faridabad
Date: 02 February 2023



By Order of the Board
For Escorts Finance Limited

Rajeev Khanna
Whole Time Director
DIN 08471497

