

Limited Review Report on Unaudited Financial Results of Reliance Financial Limited for the quarter and nine months ended December 31, 2023 pursuant to Regulation 52 read with regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015

To the Board of Directors of Reliance Financial Limited

1. We have reviewed the accompanying unaudited financial results of Reliance Financial Limited ('the Company') for the quarter and nine months ended December 31, 2023 ("the Statement") attached herewith, being submitted by the Company pursuant to the requirements of Regulation 52 read with Regulation 63(2) of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended read with relevant circulars issued by SEBI (the 'Listing Regulations').
2. This Statement, which is the responsibility of the Company's Management and approved by the Company's Board of Directors in their meeting held on January 17, 2024, has been prepared in accordance with accounting principles generally accepted in India including the Indian Accounting Standards specified in the Companies (Indian Accounting Standard) Rules 2015 (as amended) under Section 133 of the Companies Act, 2013 ("the Act"), as amended, 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. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the Statement is free of material misstatement. 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 Standards on Auditing 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. Based on our review conducted as 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 specified under Section 133 of the Act as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 52 read with Regulation 63(2) of the Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

For Pathak H. D. & Associates LLP
Chartered Accountants
Firm Registration No. 107783W/W100593

J. Shah

Jigar T. Shah
Partner
Membership No. 161851
UDIN: 24161851BKBHGA3025
Place: Mumbai
Date: January 17, 2024



RELIANCE FINANCIAL LIMITED

Statement of Unaudited Financial Results for the quarter and nine months ended December 31, 2023

(₹ in thousands except per share data)

S.N.	Particulars	Quarter ended			Nine months ended		Year ended
		December 31, 2023	September 30, 2023	December 31, 2022	December 31, 2023	December 31, 2022	March 31, 2023
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
	REVENUE						
I	Revenue from operations	31,482	34,592	77,199	1,02,143	2,24,074	3,10,998
II	Other income	20	771	8	806	772	1,252
III	Total Revenue (I+II)	31,502	35,363	77,207	1,02,949	2,24,846	3,12,250
	EXPENSES						
IV	Finance costs	1,882	1,214	(7,234)	4,662	7,698	8,816
	Fees and commission expense	95	270	79	369	179	489
	Impairment on financial instruments	182	(284)	90,520	(3,853)	1,40,685	1,39,202
	Employee benefit expenses	11,431	12,776	33,290	37,915	80,365	1,17,242
	Depreciation and amortisation expense	388	363	519	1,111	1,633	2,139
	Other expenses	2,762	1,627	2,802	6,513	8,280	11,099
	Total Expenses	16,740	15,966	1,19,976	46,717	2,38,840	2,78,987
V	Profit / (Loss) before exceptional, extraordinary items and tax (III-IV)	14,762	19,397	(42,769)	56,232	(13,994)	33,263
VI	Exceptional items	-	-	-	-	-	-
VII	Profit / (Loss) before extraordinary items and tax (V-VI)	14,762	19,397	(42,769)	56,232	(13,994)	33,263
VIII	Extraordinary items	-	-	-	-	-	-
IX	Profit / (Loss) before tax (VII-VIII)	14,762	19,397	(42,769)	56,232	(13,994)	33,263
X	Tax expense						
	Current tax	-	2,906	-	3,306	2,500	2,583
	Deferred tax liability / (assets)	-	-	-	-	-	-
	Income tax for earlier years	-	-	-	-	(1,322)	(1,322)
	Total tax expenses	-	2,906	-	3,306	1,178	1,261
XI	Profit / (Loss) for the period/year (IX- X)	14,762	16,491	(42,769)	52,926	(15,172)	32,002
XII	Other Comprehensive Income / (Loss)						
	Items that will not be reclassified to profit or loss						
	Remeasurement of post employment retirement benefit	-	(1,216)	-	(1,216)	2	(1,520)
	Income Tax on above	-	306	-	306	-	383
	Other comprehensive income/(loss) for the period/year, net of tax	-	(910)	-	(910)	2	(1,137)
	Total Comprehensive Income/(loss) for the period/year (XI+XII)	14,762	15,581	(42,769)	52,016	(15,170)	30,865
XIII	Paid up Equity Share Capital	2,41,579	2,41,579	2,41,579	2,41,579	2,41,579	2,41,579
XIV	Earning per share on Equity Shares of ₹ 10 each fully paid up *						
	- Basic (₹)	0.61	0.68	(1.77)	2.19	(0.63)	1.32
	- Diluted (₹)	0.61	0.68	(1.77)	2.19	(0.63)	1.32
	*EPS is not annualised for interim period						

Notes :

- The above unaudited financial results for the quarter and nine months ended December 31, 2023 are prepared in accordance with regulation 52 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 as amended (the 'Listing Regulations, 2015') and the Accounting Standards specified under section 133 of the Companies Act, 2013 read with the Companies (Indian Accounting Standards) Rules, 2015 as amended from time to time and the relevant provisions of the Companies Act, 2013, as applicable and other accounting principles generally accepted in India.



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- 2 The Company has reported segment wise information as per IND AS 108 "Operating Segment", notified under the Companies (Indian Accounting Standards) Rules, 2015. The operations of the Company are conducted within India, there is no separate reportable geographical segment and the Company reported the following business segments:

(i) Financing : This comprise of lending activity.
(ii) Investing and trading activity: This comprise of investments & trading in shares & securities.
(ii) Commission and Fees: Commission and Fees activities includes distribution of financial product distribution, etc.

Particulars	Quarter ended			Nine months ended		Year ended
	December 31, 2023	September 30, 2023	December 31, 2022	December 31, 2023	December 31, 2022	March 31, 2023
	Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
1. Segment Revenue						
a. Financing activity	5,751	10,148	11,432	24,893	28,435	41,099
b. Investing and trading activity	19,158	17,955	49,452	59,204	1,69,243	2,37,904
c. Commission and Fees	6,593	6,500	16,323	18,092	26,413	32,492
d. Unallocable	-	760	-	760	755	755
Total Segment Revenue	31,502	35,363	77,207	1,02,949	2,24,846	3,12,250
2. Segment Results						
a. Financing activity	2,356	6,942	(68,340)	20,558	(1,10,270)	(93,525)
b. Investing and trading activity	7,033	6,555	17,984	22,565	91,356	1,22,408
c. Commission and Fees	5,376	5,143	13,493	14,543	21,415	26,632
d. Unallocable	(3)	757	(5,906)	(1,434)	(16,495)	(22,252)
Total Segment Profit/(Loss) before tax	14,762	19,397	(42,769)	56,232	(13,994)	33,263
3. Segment Assets						
a. Financing activity	2,12,145	4,03,217	5,19,589	2,12,145	5,19,589	4,15,240
b. Investing and trading activity	8,08,273	5,97,407	12,04,647	8,08,273	12,04,647	9,21,424
c. Commission and Fees	59,542	59,677	59,722	59,542	59,722	60,080
d. Unallocable	1,26,037	1,25,260	1,33,457	1,26,037	1,33,457	1,36,022
Total Segment Assets	12,05,997	11,85,561	19,17,415	12,05,997	19,17,415	15,32,766
4. Segment Liabilities						
a. Financing activity	91,616	89,184	6,38,200	91,616	6,38,200	2,26,908
b. Investing and trading activity	63,405	70,537	57,805	63,405	57,805	95,236
c. Commission and Fees	18,490	8,119	34,818	18,490	34,818	12,500
d. Unallocable	175	172	2,52,330	175	2,52,330	2,17,824
Total Segment Liability	1,73,686	1,68,012	9,83,153	1,73,686	9,83,153	5,52,468

- 3 The Listed Secured Non-Convertible Market Linked Debentures (MLD) of the Company aggregating to Rs. 62,000 thousand as on December 31, 2023 are secured by way of a first ranking *pari passu* mortgage/charge over the Company's immovable property and on the movable assets of the Company as specifically mentioned in the respective Trust deeds and the asset cover thereof exceeds hundred per cent of the principal amount of the said debentures.
- 4 Disclosures under Regulation 52(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 are given in Annexure.
- 5 The above results were reviewed by the Audit Committee. The Board of Directors at its meeting held on January 17, 2024 approved the above results and its release. The statutory auditors of the company have carried out a limited review of the above results.
- 6 Previous year/period figures have been regrouped / rearranged wherever necessary.

For and on behalf of the Board of Directors of
Reliance Financial Limited

Place: Mumbai
Date: January 17, 2024




Lav Chaturvedi
Director
DIN: 02859336

RELIANCE FINANCIAL LIMITED

Disclosures pursuant to Regulation 52(4) of the Securities and Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 for the quarter and nine months ended December 31, 2023

Sr.No.	Particulars	Quarter ended			Nine months ended		Annexure
		December 31, 2023	September 30, 2023	December 31, 2022	December 31, 2023	December 31, 2022	Year ended March 31, 2023
		Unaudited	Unaudited	Unaudited	Unaudited	Unaudited	Audited
a	Debt Equity Ratio	0.08	0.08	0.94	0.08	0.94	0.44
b	Debt Service Coverage Ratio*	NA	NA	NA	NA	NA	NA
c	Interest services coverage ratio*	NA	NA	NA	NA	NA	NA
d	Outstanding redeemable preference share (Quantity)	13,000	13,000	1,61,18,225	13,000	1,61,18,225	1,20,91,919
e	Outstanding redeemable preference share (₹ in thousands)	130	130	1,61,182	130	1,61,182	1,20,919
f	Capital redemption reserve/ Debenture redemption reserve*	NA	NA	NA	NA	NA	NA
g	Networth (₹ in thousands)	10,32,311	10,17,549	9,34,262	10,32,311	9,34,262	9,80,298
h	Net profit /(Loss) after tax (₹ in thousands)	14,762	16,491	(42,769)	52,926	(15,172)	32,002
i	Earning per equity share						
	(i) Basic EPS (₹)	0.61	0.68	(1.77)	2.19	(0.63)	1.32
	(ii) Diluted EPS (₹)	0.61	0.68	(1.77)	2.19	(0.63)	1.32
j	Asset cover ratio	12.29	10.06	1.54	12.29	1.54	2.51
k	Current ratio*	NA	NA	NA	NA	NA	NA
l	Long term Debt to working capital ratio*	NA	NA	NA	NA	NA	NA
m	Bad debts to account receivable ratio (%)	-	-	-	-	-	-
n	Current liability ratio*	NA	NA	NA	NA	NA	NA
o	Total debts to total assets	0.07	0.07	0.46	0.07	0.46	0.28
p	Debtors turnover*	NA	NA	NA	NA	NA	NA
q	Inventory turnover*	NA	NA	NA	NA	NA	NA
r	Operating margin (%)*	NA	NA	NA	NA	NA	NA
s	Net profit margin (%)	46.86%	46.63%	(55.40%)	51.41%	(6.75%)	10.25%
t	Capital adequacy Ratio						
	Tier I Capital (%)	62.08%	90.80%	29.59%	62.08%	29.59%	45.02%
	Tier II Capital (%)	2.00%	2.72%	16.33%	2.00%	16.33%	16.61%

* The company prepares financials statements as per Division III, Schedule III of the Companies Act 2013, hence these ratios are not applicable.

Above Ratio is calculated as per below formula-

Networth= Equity

Debt Equity Ratio= Debt (Borrowing + Accrued Interest) / Equity (Equity Share capital+ Reserve)

Asset Cover Ratio = Total assets available / (Secured debts + Subordinated debts)

Bad debts to account receivable ratio (%) = (Bad debts / Receivables)

Total debts to total assets ratio = Total Debts/ Total assets

Net profit margin (%)= Net Profit after tax / Total Revenue



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